

G. M. KAPADIA & CO.
(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

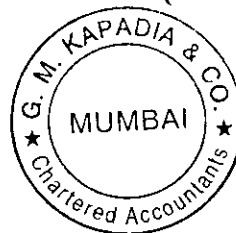
PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

Auditor's Report on Quarterly Financial Results and Year to Date Results of Polychem Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2016

To the Board of Directors
Polychem Limited

1. We have audited the quarterly financial results of **POLYCHEM LIMITED** (the "Company") for the quarter ended March 31, 2016 and the year to date financials result for the period from April 1, 2015 to March 31, 2016 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. These quarterly financial results as well as year to date financial result have been prepared on the basis of interim financial statements which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principal laid down in Accounting Standard for Interim Financial Reporting (AS) 25, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standard generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provided a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date financial results:
 - (i) have been presented in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 in this regards; and
 - (ii) give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2016 as well as the year to date results for the period from April 1, 2015 to March 31, 2016.

For G. M. Kapadia & Co.
Chartered Accountants
(Firm Registration No. 104767W)




Yagnesh Mehta

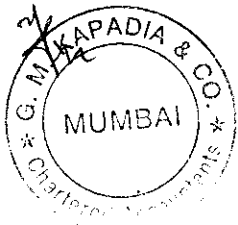
Partner
(Membership No. 034275)

Mumbai
Dated: May 17, 2016

POLYCHEM LIMITED
REGD.OFFICE - 7 J TATAROAD,MUMBAI - 400 020.
CIN NO:L24100MH1955PLC009663
Website :www.polychemltd.com
Telephone: 91 22 22820048/ EMAIL :polychemltd@kilachand.com

Rs.in'Laacs'

Statement of Standalone Audited Financial Results for the Quarter and Year ended March 31, 2016						
PART I						
	Particulars	Quarter ended			Year ended	
		31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015
		Audited	Unaudited	Audited	Audited	Audited
1	Income from operations					
	(a) Net Sales/Income from Operations(Net of Excise duty)	269.02	263.20	218.70	1,228.96	1,734.01
	Sale of property	-	-	-	-	-
	(b) Other Operating Income	5.53	5.37	2.15	34.44	44.91
	Total income from operations (net)	274.55	268.57	220.84	1,263.40	1,778.91
2	Expenditure					
	a. Cost of materials consumed	159.09	128.95	87.05	719.63	1,016.26
	b. Changes in inventories of finished goods, work-in-progress	(12.35)	13.13	34.26	(20.03)	18.84
	c. Employee benefit expense	50.66	47.52	51.25	190.04	170.05
	d. Depreciation and amortization expense	6.19	5.93	7.85	23.27	30.64
	e. Processing charges	41.25	35.66	22.59	165.13	208.25
	f. Other expenditure	83.60	57.24	65.26	238.72	259.51
	Total expenses	328.44	288.43	268.27	1,316.76	1,703.56
3	Profit / (Loss) from Operations before Other Income,finance costs and exceptional items (1-2)	(53.89)	(19.86)	(47.42)	(53.36)	75.36
4	Other Income	51.60	18.68	18.50	107.90	71.87
5	Profit/(Loss) from ordinary activities before finance cost and exceptional items (3+4)	(2.29)	(1.18)	(28.92)	54.54	147.23
6	Finance cost	-	-	(2.36)	-	-
7	Profit/(Loss) from ordinary activities after finance cost but before exceptional items (5-6)	(2.29)	(1.18)	(26.56)	54.54	147.23
8	Exceptional items	-	-	-	-	-
9	Profit/(Loss)from ordinary activities before tax (7+8)	(2.29)	(1.18)	(26.56)	54.54	147.23
10	Tax expense					
	Current tax	(3.40)	-	3.00	15.60	55.00
	Deferred tax	(0.44)	(0.41)	0.73	(3.21)	(2.10)
11	Net Profit/(Loss)from ordinary activities after tax (9-10)	1.55	(0.77)	(30.29)	42.15	94.33
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	1.55	(0.77)	(30.29)	42.15	94.33
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	40.40	40.40	40.40	40.40	40.40
15	Reserves excluding Revaluation reserves as per balance sheet of previous accounting Year	-	-	-	1,606.99	1,577.00
16i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualized)					
	(a) Basic	0.38	(0.19)	(7.50)	10.43	23.35
	(b) Diluted	0.38	(0.19)	(7.50)	10.43	23.35
16ii	Earnings per share (after extraordinary items) (of Rs. 10/- each) (not annualized)					
	(a) Basic	0.38	(0.19)	(7.50)	10.43	23.35
	(b) Diluted	0.38	(0.19)	(7.50)	10.43	23.35



Rs.in'Lacs'

Statement of Standalone Audited Segment Information for the Quarter and Year Ended March 31, 2016					
Particulars	Quarter ended			Year ended	
	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015
	Audited	Unaudited	Audited	Audited	Audited
1.Segment Revenue (net sale/income from each segment)					
a) Property Development	-	-	-	-	-
b) Specialty Chemicals	274.55	268.57	220.84	1,263.40	1,778.91
c) Unallocated	-	-	-	-	-
Total	274.55	268.57	220.84	1,263.40	1,778.91
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales / Income From Operations	274.55	268.57	220.84	1,263.40	1,778.91
2.Segment Results Profit/ Loss before tax and interest from each segment					
a) Property Development	-	-	-	-	-
b) Specialty Chemicals	55.12	50.58	7.68	247.88	312.90
c) Unallocated	-	-	-	-	-
Total	55.12	50.58	7.68	247.88	312.90
Less:(i) Interest					
(ii) Other Un-allocable Expenditure(net off)	57.41	51.76	34.24	193.34	165.67
(iii) Un-allocable income (net off)	-	-	-	-	-
Total Profit Before Tax	(2.29)	(1.18)	(26.56)	54.54	147.23
3.Capital Employed (Segment assets - Segment Liabilities)					
a) Property Development	166.64	165.59	164.78	166.64	164.78
b) Specialty Chemicals	692.35	591.42	88.29	692.35	88.29
c) Unallocated	788.40	900.99	1,364.33	788.40	1,364.33
Total	1,647.39	1,658.00	1,617.40	1,647.39	1,617.40

Segment information

Segment information for primary segment reporting (by business segments).

The Company has two business segments:

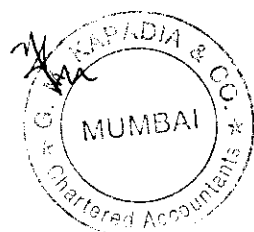
- (i) Property Development
- (ii) Specialty Chemicals

NOTES :

- 1 Previous quarter's /year's figures have been regrouped / rearranged wherever necessary to confirm to those of current quarter/year classification.
- 2 A dividend of Rs.2.50/- per equity share (Previous Year - Rs.2.50/-) (25% of the face value of Rs.10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.
- 3 Figures of the last quarter are the balancing figures 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.

Place : Mumbai
Date : May 17, 2016


P T KILACHAND
(DIN - 00005516)
Managing Director



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STANDALONE STATEMENT OF ASSETS & LIABILITIES AS AT MARCH 31, 2016

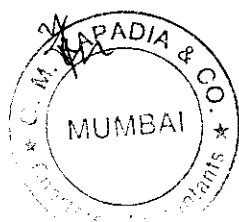
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Particulars	As at	
	31/03/2016	31/03/2015
I EQUITY AND LIABILITIES	Audited	Audited
1 Shareholder's funds		
(a) Share capital	40.40	40.40
(b) Reserves and surplus	1606.99	1577.00
Sub total- Shareholder's funds	1647.39	1617.40
2 Current liabilities		
(a) Trade payables	86.35	51.98
(b) Other current liabilities	13.94	12.77
(c) Short-term provisions	18.83	55.76
Sub total - Current liabilities	119.12	120.51
TOTAL- EQUITY AND LIABILITIES	1766.51	1737.91
II ASSETS		
1 Non-current assets		
(a) Fixed assets		
Tangible assets	50.01	60.87
Intangible assets	3.87	3.09
	53.88	63.96
(b) Non-current investments	333.26	344.06
(c) Deferred tax assets (net)	12.42	9.21
(d) Long-term loans and advances	66.07	60.73
(e) Other non-current assets	20.94	15.00
Sub total- Non-current assets	486.57	492.96
2 Current assets		
(a) Inventories	231.18	215.31
(b) Trade receivables	236.43	223.51
(c) Cash and Bank balances	254.15	167.99
(d) Short-term loans and advances	555.61	635.88
(e) Other current assets	2.57	2.26
Sub total -Current assets	1,279.94	1,244.95
TOTAL- ASSETS	1,766.51	1,737.91

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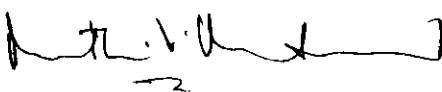
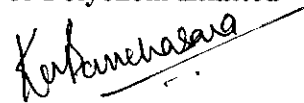
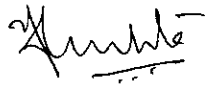
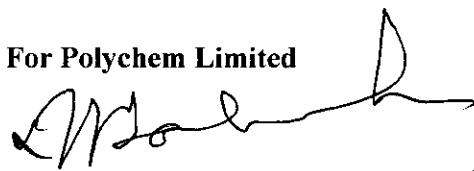
P T KILACHAND
(DIN - 00005516)
Managing Director

Place: Mumbai
Date: May 17, 2016



FORM A for Standalone Financial Statements

(For Audit report with unmodified opinion)

1.	Name of the Company	Polychem Limited
2.	Annual Financial statements for the year ended	March 31, 2016
3.	Types of Audit observation	Un Modified
4.	Frequency of observation	Not applicable
5.	To be signed by :	
	<ul style="list-style-type: none"> • CEO/ Managing Director 	<p>For Polychem Limited</p>  <p>Parthiv T. Kilachand Managing Director</p>
	<ul style="list-style-type: none"> • CFO 	<p>For Polychem Limited</p>  <p>Kanan V. Panchasara CFO</p>
	<ul style="list-style-type: none"> • Auditor of the Company 	<p>For G.M. Kapadia & Co Chartered Accountants Firm Registration No. 104767W</p>  <p>Yagnesh Mehta Partner Membership No.034275</p>
	<ul style="list-style-type: none"> • Audit Committee Chairman 	<p>For Polychem Limited</p>  <p>V.V. Sahasrabudhe Audit Committee Chairman</p>