

# POLYCHEM LIMITED

REGD. OFFICE: 7, JAMSHEDJI TATA ROAD, CHURCHGATE RECLAMATION, MUMBAI-400 020.



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URL : <http://www.polychemltd.com>  
EMAIL: [polychemltd@kilachand.com](mailto:polychemltd@kilachand.com)  
CIN : L24100MH1955PLC009663

HO:CS&CO:266/2017

6<sup>th</sup> December, 2017

Bombay Stock Exchange Ltd.  
Jeejeebhoy Towers  
Dalal Street, Fort  
Mumbai 400 001.

Company Code: 506605

Dear Sir,

**Sub: Unaudited Financial Results for the quarter and half year  
ended September 30, 2017**

We are sending herewith Statement of Standalone Unaudited Financial Results for the quarter and half year ended September 30, 2017, taken on record by the Board of Directors in their meeting held on 6<sup>th</sup> December, 2017, together with the Limited Review Report for the quarter and half year ended September 30, 2017 from the Statutory Auditors, M/s. Nayan Parikh & Co.

Thanking you,

Yours faithfully,  
For POLYCHEM LIMITED,

DEEPALI V CHAUHAN  
COMPANY SECRETARY & COMPLIANCE OFFICER

# NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2<sup>ND</sup> FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

## Limited Review Report on the Unaudited Standalone Financial Results for the Quarter and Half Year ended on September 30, 2017

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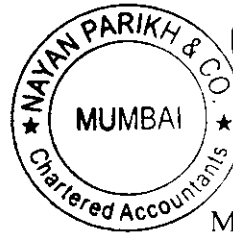
To  
The Board of Directors  
Polychem Limited  
Mumbai

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **Polychem Limited** ('the Company') for the quarter and half year ended on September 30, 2017, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. 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 in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 Statement prepared in accordance with applicable Indian Accounting Standards (IND AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular bearing no. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We have not reviewed / audited the financial results and other financial information for the quarter and half year ended on September 30, 2016 which have been presented in the Statement solely based on the financial information compiled by the Management.



5. The comparative financial information of the Company for the quarter and half year ended September 30, 2016 and for the quarter ended June 30, 2017 have been reviewed by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated November 10, 2016 and August 24, 2017 respectively expressed an unmodified opinion.

For Nayan Parikh & Co.  
Chartered Accountants  
Firm Registration. No.107023W



*K.Y. Narayana*  
K.Y. Narayana  
Partner

Membership No.060639

Place: Mumbai

Date : December 06, 2017

**POLYCHEM LIMITED**  
**CIN NO:L24100MH1955PLC009663**  
 Regd. Office - 7 J Tata Road, Mumbai -400020  
 Telephone: 91 22 22820048; Email :polychemltd@kilachand.com  
 Website :www.polychemltd.com

Statement Of Standalone Unaudited Financial Results For The Quarter and Half Year Ended September 30, 2017

(Rs. in Lakhs)

Sr. No.	Particulars	Unaudited Quarter Ended			Unaudited Half Year Ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
1	<b>Revenue from Operations</b>					
(a)	Net Sales (including excise duty)	411.33	430.11	349.28	841.44	803.31
(b)	Other Operating Income	9.55	11.03	13.14	20.58	24.33
2	Other Income	21.15	27.41	29.70	48.56	91.69
3	<b>Total Income (1+2)</b>	<b>442.03</b>	<b>468.55</b>	<b>392.12</b>	<b>910.58</b>	<b>919.33</b>
4	<b>Expenses</b>					
(a)	Cost of materials consumed	274.52	229.80	173.50	504.32	406.85
(b)	Changes in inventories of finished goods , work-in-progress and stock- in-trade	(21.87)	14.50	10.08	(7.37)	19.60
(c)	Excise Duty	0.00	47.07	38.56	47.07	88.75
(d)	Processing charges	58.95	52.54	44.11	111.49	104.27
(e)	Employee benefits expense	56.86	48.41	56.24	105.27	97.53
(f)	Depreciation and amortisation expense	5.07	3.41	3.57	8.48	6.79
(g)	Other expenses	62.80	53.99	63.84	116.79	127.16
	<b>Total Expenses</b>	<b>436.33</b>	<b>449.72</b>	<b>389.90</b>	<b>886.05</b>	<b>850.95</b>
5	Profit / (Loss) before Exceptional Items & Tax (3-4)	5.70	18.83	2.22	24.53	68.38
6	Exceptional Items	-	-	-	-	-
7	Profit / (Loss) before Tax (5+6)	5.70	18.83	2.22	24.53	68.38
8	<b>Tax expenses</b>					
	Current Tax (for the year)	2.00	3.00	-	5.00	13.00
	Current Tax (relating to prior years)	(0.76)	-	-	(0.76)	(25.85)
	Deferred Tax	1.12	2.23	(0.14)	3.35	(0.30)
9	Net Profit / (Loss) for the period (7-8)	3.34	13.60	2.36	16.94	81.53
10	<b>Other Comprehensive Income</b>					
	Items that will not be re-classified to Profit or Loss :					
	Re-measurements of the defined benefit plans (net of tax)	0.52	0.52	0.81	1.04	1.61
11	<b>Total Comprehensive Income for the period (9-10)</b>	<b>2.82</b>	<b>13.08</b>	<b>1.55</b>	<b>15.90</b>	<b>79.92</b>
12	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40
13	Earning Per Share - (Basic, diluted and not annualised) (Rs.)	0.83	3.37	0.58	4.19	20.18

**Notes :**

- 1 The above statement has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on December 06, 2017.
- 2 The Statutory Auditors of the Company have carried out a limited review of the results for the current quarter and half year ended September 2017 only. The results and other financial information for the quarter and half year ended September 30, 2016 have not been subjected to limited review/audit. However, the management has exercised necessary due diligence to ensure that the standalone financial results provide a true and fair view of its affairs.
- 3 Results for the quarter and half year ended September 30, 2017 are in compliance with Indian Accounting Standards (Ind AS) in terms of SEBI's circular bearing no. CIR/CFD/FAC/62/2016 dated July 5, 2016. The results for the quarter and half year ended September 30, 2016 have been restated to comply with Ind AS. The figures for the corresponding periods have been regrouped, wherever necessary, to make them comparable.
- 4 In accordance with the requirements of Ind AS 18, Revenue from Operations for the quarter and half year ended September 30, 2017 is shown net of Goods and Services Tax (GST). However, Revenue from Operations for the preceding periods are shown inclusive of Excise Duty, wherever applicable. For comparison purposes revenue excluding excise duty is given below:

Sr. No.	Particulars	Unaudited Quarter Ended			Unaudited Half Year Ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
a	Total Revenue from operations	411.33	430.11	349.28	841.44	803.31
b	Excise Duty on sales (included in other expenses)	0.00	47.07	38.56	47.07	88.75
c	Total Revenue from operations excluding Excise duty on Sales (a-b)	<b>411.33</b>	<b>383.04</b>	<b>310.72</b>	<b>794.37</b>	<b>714.56</b>

- 5 Reconciliation of Net Profit after tax as previously reported on account of transition from the previous Indian GAAP to Ind AS for the quarter ended September 30, 2016 :

Sr. No.	Particulars	(Rs. in Lakhs)	
		Unaudited Quarter Ended	
		30-Sep-16	
	Net Profit/ (Loss) after tax for the period under previous Indian GAAP	<b>(10.04)</b>	
	Benefit / (Charge) :		
a	Impact of measuring investments at fair value through Profit and Loss	10.52	
b	Effect of measuring financial instruments at fair value	0.26	
c	Reclassification of Actuarial gains/(losses), arising in respect of employee benefits scheme, to other comprehensive income (net of tax)	0.81	
	Net Profit/ (Loss) after tax for the period under Ind AS	<b>1.55</b>	



**POLYCHEM LIMITED**  
**CIN NO:L24100MH1955PLC009663**  
**Unaudited Balance Sheet as at September 30, 2017**

Particulars	(Rs. in Lakhs)
	30-Sep-17
	Unaudited
<b>ASSETS</b>	
<b>Non-current assets</b>	
Property, plant and equipment	58.78
Other Intangible assets	1.78
Financial assets	
Investments	417.48
Loans	8.42
Other financial assets	11.92
Deferred tax assets (Net)	11.34
Other non-current assets	85.75
<b>Total non-current assets</b>	<b>595.47</b>
<b>Current Assets</b>	
Inventories	232.30
Financial Assets	
Trade receivables	290.36
Cash and cash equivalents	23.82
Bank Balances	204.23
Loans	497.91
Other financial assets	3.45
Current tax assets (Net)	22.64
Other current assets	90.41
<b>Total current assets</b>	<b>1,365.12</b>
<b>Total assets</b>	<b>1,960.59</b>
<b>EQUITY AND LIABILITIES</b>	
<b>Equity</b>	
Equity Share capital	40.40
Other Equity	1,717.22
<b>Total equity</b>	<b>1,757.62</b>
<b>Liabilities</b>	
<b>Current liabilities</b>	
Financial Liabilities	
Trade payables	
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	140.06
Other financial liabilities	14.17
Other current liabilities	46.88
Provisions	0.34
Current Tax Liabilities (Net)	1.52
<b>Total current liabilities</b>	<b>202.97</b>
<b>Total equity and liabilities</b>	<b>1,960.59</b>



**Standalone Unaudited Segment Information For The Quarter and Half Year Ended September 30, 2017**

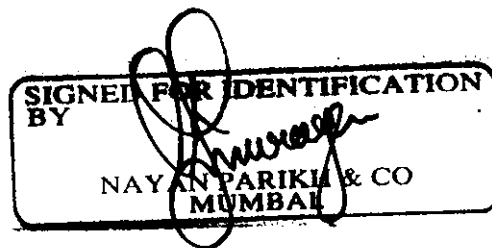
(Rs. in Lakhs)

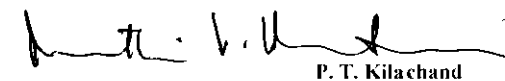
Sr. No.	Particulars	Unaudited Quarter Ended			Unaudited Half Year Ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
1	<b>Segment Revenue</b>					
a)	Property Development	-	-	-	-	-
b)	Specialty Chemicals	420.88	441.14	362.42	862.02	827.64
c)	Unallocated	-	-	-	-	-
	<b>Total</b>	<b>420.88</b>	<b>441.14</b>	<b>362.42</b>	<b>862.02</b>	<b>827.64</b>
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Net Sales / Income from operations</b>	<b>420.88</b>	<b>441.14</b>	<b>362.42</b>	<b>862.02</b>	<b>827.64</b>
2	<b>Segment Results</b>					
a)	Property Development	-	-	-	-	-
b)	Specialty Chemicals	61.05	52.55	50.83	113.60	120.76
c)	Unallocated	-	-	-	-	-
	<b>Total</b>	<b>61.05</b>	<b>52.55</b>	<b>50.83</b>	<b>113.60</b>	<b>120.76</b>
	Less: Other Un-allocable Expenditure net off unallocable income	55.35	33.72	48.61	89.07	52.38
	<b>Total Profit Before Tax</b>	<b>5.70</b>	<b>18.83</b>	<b>2.22</b>	<b>24.53</b>	<b>68.38</b>
3	<b>Segment Assets</b>					
a)	Property Development	157.94	157.94	167.87	157.94	167.87
b)	Specialty Chemicals	563.19	546.48	418.96	563.19	418.96
c)	Unallocated	1,239.47	1,250.00	1,301.95	1,239.47	1,301.95
	<b>Total</b>	<b>1,960.59</b>	<b>1,954.42</b>	<b>1,888.78</b>	<b>1,960.59</b>	<b>1,888.78</b>
4	<b>4.Segment Liabilities</b>					
a)	Property Development	-	-	-	-	-
b)	Specialty Chemicals	149.12	146.81	90.97	149.12	90.97
c)	Unallocated	53.85	42.58	36.34	53.85	36.34
	<b>Total</b>	<b>202.97</b>	<b>189.39</b>	<b>127.31</b>	<b>202.97</b>	<b>127.31</b>

**Notes:**

- The Segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker (CODM), as per Ind AS 108 "Operating Segment". The reportable segments identified are Property Development and Specialty Chemicals.
- Figures of the previous period have been regrouped wherever necessary.

Place : Mumbai  
Date: December 6, 2017



  
 P. T. Kilachand  
 (DIN - 00005516)  
 Managing Director