

To,  
The Board of Directors,  
Chembond Chemicals Limited,  
Chembond Center, Navi Mumbai 400 705.

We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results ('The Statement') of CHEMBOND CHEMICALS LIMITED ("the Company") and its subsidiaries (collectively referred to as "Group") for quarter & Nine month ended 31<sup>st</sup> December, 2017. This statement is the responsibility of the Company's Management and has been reviewed by the audit Committee and approved by Board of Directors Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We did not review the financial result of nine subsidiaries included in the statement, whose financial results reflect total revenue of Rs. 4,489.96 Lac and Rs. 12,067.63 Lakhs and total profit after tax of Rs. 421.39 Lac and Rs 807.1 Lakhs for Quarter and Nine Month ended December 31, 2017 respectively as considered in the statement. The financial results of nine subsidiaries (Including foreign subsidiary referred to in the next Para) have been reviewed by other auditors whose reports have been furnished to us by the Management and our opinion on the statement, in so far as it relates to the amount and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.

The financial result of one foreign subsidiary (referred to in the preceding Para) included in the Statement, whose financial results reflect total revenue of Rs.41.51 Lakhs and 83.5 Lakhs and total profit after tax of Rs. 2.17 Lakhs and -9.61 Lakhs for the Quarter and Nine Month ended December 31, 2017 are unaudited and not reviewed by other auditors. Accordingly, our assurance on the statement in so far as it relates to the amounts included in respect of this foreign subsidiary is based solely on the unaudited financial results as certified by the Management.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized 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 circular number CIR/CFD/FAC/62/2016 dated July 05, 2016 of SEBI, including the manner in which it is to be disclosed, or that it contains any material misstatement.



We draw attention to the following matter:

Attention is drawn to the fact that the figures of the corresponding quarter and nine months ended 31<sup>st</sup> December 2016 are based on the previously issued Consolidation financial results that were reviewed by the erstwhile auditors (vide their unmodified limited review report dated 11<sup>th</sup> February 2017), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards (Ind AS) which have been reviewed by us. These adjustments reconcile the net profit for the corresponding quarter and nine months ended 31<sup>st</sup> December 2016 under the previously applicable GAAP with the total comprehensive income as reported in the statement of unaudited standalone financial results under Ind AS.

Our Conclusion is not qualified in respect of this matter.

Date: 10<sup>th</sup> February, 2018  
Place: Mumbai

For B. D. Jokhakar & Co.  
Chartered Accountants  
Firm Registration No.: 104345W



*Raman Jokhakar*  
Raman Jokhakar  
Partner  
Membership No. 103241



**CHEMBOND CHEMICALS LIMITED**

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710

Consolidated Unaudited Financial Results for the Quarter and Nine Month Ended 31st December, 2017

Sr. No	Particulars	Consolidated (Rs. in Lakhs)				
		Quarter Ended			Nine Months Ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Revenue from operations	7,935.40	7,457.30	7,856.70	23,210.54	23,790.50
2	Other Income	380.33	282.30	137.09	1,019.92	1,277.18
3	<b>Total Revenue</b>	<b>8,315.74</b>	<b>7,739.60</b>	<b>7,993.79</b>	<b>24,230.46</b>	<b>25,067.68</b>
4	<b>Expenses</b>					
	a. Cost of materials consumed	4,402.80	4,088.78	4,742.58	12,983.76	13,833.21
	b. Purchases of Stock-in trade	601.43	685.28	131.43	1,422.84	949.35
	c. Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade	127.53	190.97	(212.45)	266.26	(314.97)
	d. Excise Duty	-	-	757.36	675.52	2,288.66
	e. Employees Benefit Expenses	1,101.22	1,029.35	987.34	3,161.24	2,892.02
	f. Finance Costs	22.09	23.82	28.94	70.23	75.84
	g. Depreciation and Amortisation Expenses	107.15	97.65	100.54	301.19	282.70
	h. Other Expenses	1,177.07	1,039.97	1,120.47	3,394.48	3,048.30
	<b>Total Expenses</b>	<b>7,539.30</b>	<b>7,155.83</b>	<b>7,656.20</b>	<b>22,275.51</b>	<b>23,055.11</b>
5	<b>Profit before exceptional items and tax</b>	<b>776.44</b>	<b>583.77</b>	<b>337.59</b>	<b>1,954.95</b>	<b>2,012.57</b>
6	Exceptional items	-	-	-	-	-
7	<b>Profit before tax</b>	<b>776.44</b>	<b>583.77</b>	<b>337.59</b>	<b>1,954.95</b>	<b>2,012.57</b>
8	<b>Tax Expense</b>					
	- Current Tax	213.31	155.22	86.91	535.31	309.64
	- Deferred Tax	(61.81)	(31.96)	43.20	(177.93)	170.99
9	<b>Profit For the Period</b>	<b>624.93</b>	<b>460.51</b>	<b>207.48</b>	<b>1,597.57</b>	<b>1,531.93</b>
10	Share of Profit/(Loss) of Associate	-	(7.41)	-	-	-
11	<b>Profit For the Period</b>	<b>624.93</b>	<b>453.11</b>	<b>207.48</b>	<b>1,597.57</b>	<b>1,531.93</b>
12	<b>Other Comprehensive Income</b>					
	i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	i) Items that will be reclassified to profit or loss	(0.90)	(0.90)	(11.53)	(2.70)	(22.83)
	ii) Income Tax relating to items that will be reclassified to profit or loss	0.47	0.47	2.24	1.41	4.16
	<b>Other Comprehensive Income</b>	<b>(0.43)</b>	<b>(0.43)</b>	<b>(9.29)</b>	<b>(1.29)</b>	<b>(18.66)</b>
13	<b>Total Comprehensive Income</b>	<b>624.50</b>	<b>452.67</b>	<b>198.18</b>	<b>1,596.28</b>	<b>1,513.27</b>
14	Net profit attributable to:					
	- Owners of the Company	577.30	417.34	141.90	1,507.99	1,312.80
	- Non Controlling Interests	47.63	35.77	65.57	89.58	219.14
15	Other Comprehensive Income attributable to-					
	- Owners of the Company	(0.48)	(0.48)	(9.64)	(1.43)	(19.71)
	- Non Controlling Interests	0.05	0.05	0.35	0.14	1.05
16	Paid-up equity share capital (face value of Rs 5 per share)	672.41	672.41	672.41	672.41	672.41
17	<b>Earning Per Share ( of Rs.5 each) (not annualised)</b>					
	Basic EPS	4.64	3.37	1.47	11.87	11.25
	Diluted EPS	4.64	3.37	1.47	11.87	11.25



Notes:

- The above results for the quarter and nine months ended 31st December, 2017, have been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on 10th February, 2018 and have been subjected to limited review by the Statutory Auditors.
- The company has adopted Indian Accounting Standard (Ind AS) effective from 1st April, 2017 (Transition date being 1st April, 2016) and accordingly the financial results for the quarter and nine months ended 31st December, 2017 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS-34 Interim Financial Reporting prescribed under section 133 of the Companies Act 2013.
- The statement does not include IND-AS compliant results for the previous year ended 31st March, 2017 as the same is not mandatory as per SEBI's circular dated 5 th July, 2016.
- The results for the quarter and nine months ended 31st December, 2016 are Ind AS compliant, have not been subjected to limited review or audit but the management has exercised necessary due diligence to ensure that financial result provide true and fair view of its affairs.
- The Government of India introduced the Goods & Services Tax (GST) with effect from 1st July, 2017. Accordingly, in compliance with Indian Accounting Standards (Ind As) 18- 'Revenue', Revenue from Operations for the Quarter ended 31st December & 30th September, 2017 is provided net of GST However, Revenue from Operations for the quarter ended 30th June, 2017 and for all of the comparative periods presented in the financial results are gross of excise duty.
- During the quarter under consideration the Company has acquired 100% stake in Phiroze Shethna Private Limited and it's 100% subsidiary Gramos Chemicals India Private Limited. The consolidated results of the Company include the results of these companies and the consolidation has been done on the principles as specified in IND AS 110 from the date of acquisition i.e 17th Nov 2017.
- Additional Information on Stand Alone Basis are as Follows:**

Standalone Details	(Rs. in Lakhs)					
	Quarter Ended			Nine Months Ended		
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
Revenue from operations	5,638.56	5,389.71	6,003.97	17,002.61	18,336.26	
Profit Before Tax	330.03	240.69	43.84	1,161.43	1,090.29	
Profit for the period	261.80	253.00	9.65	1,086.30	911.01	

Profit for the Quarter and nine months ended period includes dividend received for the Quarter Ended 31st December, 2017 Rs. Nil (Nil) & Rs 230.17 Lakhs (Rs. Nil) from a Subsidiary Company

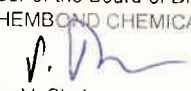
- Consequent to transition from previous india GAAP to Ind AS, the reconciliation of total comprehensive income is provided as below for previous period presented in accordance with paragraph 32 of Ind AS 101-First time adoption of Ind AS

Particulars	(Rs. in Lakhs)	
	Quarter ended 31.12.2016	Nine Months ended 31.12.2016
<b>Net profit as per previous GAAP</b>	<b>185.37</b>	<b>819.79</b>
a Effect of fair valuation of financial instruments	35.15	804.52
b.Remeasurement cost of net defined benefit liability (Net of tax)	(3.95)	(11.84)
c.Depreciation on leasehold land	(0.26)	(0.77)
d Deferred tax on Ind AS adjustments	(35.36)	(162.83)
e Consolidation of Associate	27.98	79.78
f Other Adjustments	(1.45)	3.28
<b>Net profit as per Ind AS</b>	<b>207.48</b>	<b>1,531.93</b>
Other comprehensive income	(9.30)	(18.66)
<b>Total Comprehensive income under Ind AS</b>	<b>198.18</b>	<b>1,513.27</b>

- Previous quarter figures have been regrouped or reallocated wherever necessary to conform to this quarter's classification.

Place : Mumbai  
Date : 10th February, 2018

By Order of the Board of Directors  
For CHEMBOND CHEMICALS LTD

  
Sameer V. Shah  
Chairman & Managing Director





Limited Review Report On Quarterly Standalone Financial Results and Year to Date Results of Chembond Chemicals Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

---

To,  
The Board of Directors,  
Chembond Chemicals Limited,  
Chembond Center, Navi Mumbai 400 705.

We have reviewed the accompanying statement of unaudited standalone financial results of **CHEMBOND CHEMICALS LIMITED** ("the Company") for quarter and nine month ended 31<sup>st</sup> December, 17, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 these financial statements based on our review.

We conducted our review 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards i.e. Ind AS and other recognized 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 circular number CIR/CFD/CMD/15/2015 dated November 30, 2015 and circular number CIR/CFD/FAC/62/2016 dated July 05, 2016 of SEBI, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**We draw attention to the following matter:**

Attention is drawn to the fact that the figures of the corresponding quarter and nine months ended 31<sup>st</sup> December 2016 are based on the previously issued standalone financial results that were reviewed by the erstwhile auditors (vide their unmodified limited review report dated 11<sup>th</sup> February 2017), as adjusted for differences in the accounting principles adopted by the Company on transition to Indian Accounting Standards (Ind AS) which have been reviewed by us. These adjustments reconcile the net profit for the corresponding quarter and nine months



**B. D. Jokhakar & Co.**

ended 31<sup>st</sup> December 2016 under the previously applicable GAAP with the total comprehensive income as reported in the statement of unaudited standalone financial results under Ind AS.

Our Conclusion is not qualified in respect of this matter.

For B. D. Jokhakar & Co.  
*Chartered Accountants*  
Firm Registration No.: 104345W

Date : 10<sup>th</sup> February, 2018  
Place: Mumbai



*Raman Jokhakar*

Raman Jokhakar  
Partner  
Membership No. 103241

**CHEMBOND CHEMICALS LIMITED**

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710

Standalone Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2017

Sr. No	Particulars	Standalone				
		Quarter Ended			Nine Months Ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Revenue from Operations	5,638.56	5,389.71	6,003.97	17,002.61	18,336.26
2	Other Income	239.60	208.63	91.04	1,017.14	1,128.50
3	<b>Total Revenue</b>	<b>5,878.16</b>	<b>5,598.34</b>	<b>6,095.01</b>	<b>18,019.74</b>	<b>19,464.76</b>
4	<b>Expenses</b>					
	a. Cost of materials consumed	4,297.66	4,084.53	4,510.42	12,572.90	13,564.18
	b. Purchases of Stock-in-trade	21.87	1.54	33.30	44.98	71.77
	c. Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade	162.10	171.29	(286.41)	351.34	(351.69)
	d. Excise Duty	-	-	623.08	561.87	1,930.62
	e. Employees Benefit Expenses	476.75	472.41	487.53	1,419.28	1,436.06
	f. Finance Costs	11.24	13.71	15.61	40.17	44.22
	g. Depreciation and Amortisation Expenses	71.02	72.46	68.05	214.52	201.66
	h. Other Expenses	507.48	541.70	599.59	1,653.26	1,477.65
	<b>Total Expenses</b>	<b>5,548.13</b>	<b>5,357.65</b>	<b>6,051.17</b>	<b>16,858.32</b>	<b>18,374.47</b>
5	<b>Profit before exceptional Items and tax</b>	<b>330.03</b>	<b>240.69</b>	<b>43.84</b>	<b>1,161.43</b>	<b>1,090.29</b>
6	Exceptional items	-	-	-	-	-
7	<b>Profit before tax</b>	<b>330.03</b>	<b>240.69</b>	<b>43.84</b>	<b>1,161.43</b>	<b>1,090.29</b>
8	<b>Tax Expense</b>					
	- Current Tax	106.90	61.40	(3.28)	265.19	25.23
	- Deferred Tax	(38.66)	(73.71)	37.47	(190.06)	154.05
9	<b>Profit For the Period</b>	<b>261.80</b>	<b>253.00</b>	<b>9.65</b>	<b>1,086.30</b>	<b>911.01</b>
10	<b>Other Comprehensive Income</b>					
	i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	i) Items that will be reclassified to profit or loss	(0.02)	(0.02)	(6.66)	(0.06)	(19.97)
	ii) Income Tax relating to items that will be reclassified to profit or loss	0.00	0.00	1.36	0.01	4.07
	<b>Other Comprehensive Income</b>	<b>(0.02)</b>	<b>(0.02)</b>	<b>(5.30)</b>	<b>(0.05)</b>	<b>(15.89)</b>
11	<b>Total Comprehensive Income</b>	<b>261.78</b>	<b>252.99</b>	<b>4.35</b>	<b>1,086.25</b>	<b>895.12</b>
12	<b>Paid-up equity share capital (face value of Rs 5 per share)</b>	<b>672.41</b>	<b>672.41</b>	<b>672.41</b>	<b>672.41</b>	<b>672.41</b>
13	<b>Earning Per Share ( of Rs.5 each) (not annualised)</b>					
	Basic EPS	1.95	1.88	0.03	8.08	6.66
	Diluted EPS	1.95	1.88	0.03	8.08	6.66





**CHEMBOND CHEMICALS LIMITED**

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710

**Standalone Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2017**

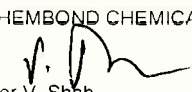
**Notes**

1. The above results for the quarter and nine months ended 31st December, 2017, have been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on 10th February, 2018 and have been subjected to limited review by the Statutory Auditors.
2. The company has adopted Indian Accounting Standard (Ind AS) effective from 1st April, 2017 (Transition date being 1st April 2016) and accordingly the financial results for the quarter and nine months ended 31st December, 2017 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS-34 Interim Financial Reporting prescribed under section 133 of the Companies Act 2013.
3. The statement does not include IND-AS compliant results for the previous year ended 31st March, 2017 as the same is not mandatory as per SEBI's circular dated 5th July 2016.
4. The results for the quarter and nine months ended 31st December, 2016 are Ind AS compliant, have not been subjected to limited review or audit but the management has exercised necessary due diligence to ensure that financial result provide true and fair view of its affairs.
5. The Company is engaged in the manufacture of Specialty Chemicals, which in the context of IND AS 108- Operating segment specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the company.
6. The Government of India introduced the Goods & Services Tax (GST) with effect from 1st July, 2017. Accordingly, in compliance with Indian Accounting Standards (Ind As) 18- 'Revenue', Revenue from Operations for the Quarter ended 31st December & 30th September, 2017 is provided net of GST. However, Revenue from Operations for the quarter ended 30th June, 2017 and for all of the comparative periods presented in the financial results are gross of excise duty.
7. Other Income includes dividend from Subsidiary Company for the quarter and nine months ended 31st December 2017 of Rs Nil (Rs Nil) and Rs 230.17 Lakhs (Rs Nil) respectively.
8. Consequent to transition from previous India GAAP to Ind AS, the reconciliation of total comprehensive income is provided as below for previous period presented, in accordance with paragraph 32 of Ind AS 101-First time adoption of Ind AS.

Particulars	(Rs. in Lakhs)	
	Quarter ended 31.12.2016	Nine Months ended 31.12.2016
<b>Net profit as per Previous GAAP</b>	6.99	262.29
a Effect of fair valuation of financial instruments	34.18	800.70
b Effect of measuring Corporate guarantee in favour of subsidiary	3.38	10.13
c Remeasurement cost of net defined benefit liability (Net of tax)	(5.30)	(15.89)
d Depreciation on leasehold land	(0.22)	(0.67)
e Deferred tax on Ind AS adjustments	(29.37)	(145.54)
<b>Net profit as per Ind AS</b>	<b>9.65</b>	<b>911.01</b>
Other comprehensive income	(5.30)	(15.89)
<b>Total Comprehensive income under Ind AS</b>	<b>4.35</b>	<b>895.12</b>

9. Previous quarter figures have been regrouped or reallocated wherever necessary to conform to this quarter's classification.

By Order of the Board of Directors  
For CHEMBOND CHEMICALS LTD

  
Sameer V. Shah  
Chairman & Managing Director



Place : Mumbai  
Date : 10th February, 2018