

LIMITED REVIEW REPORT

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

We have reviewed the accompanying statement of unaudited financial results of Consolidated unaudited financial results ('The Statement') of **CHEMBOND CHEMICALS LIMITED** ("the Company") for quarter ended 30th June, 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 seven subsidiaries included in the statement, whose financial results reflect total revenue of Rs. 3512.16 Lakhs and total profit after tax of Rs. 170.30 Lakhs for Quarter ended June 30, 2017 as considered in the statement. The financial results of six subsidiaries (excluding 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. 17.75 Lakh and total profit after tax of Rs. -8.98 Lakhs for the Quarter ended June 30, 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.

We did not review the financial result of the one Associate, as determined by the management, which constitute net profit of Rs. 7.41 Lakhs considered in this financial statement for the Quarter ended June 30, 2017. The financial results of this associate has been reviewed by other auditor whose report 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 this associate is based solely on the report of the other auditor.

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:

We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2016 and accordingly, we do not express any conclusion on the results in the statement for the quarter ended on June 30, 2016. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs (refer Note 2 of the unaudited financial statement). Our Conclusion is not qualified in respect of this matter.

Date: 19th August, 2017
Place: Mumbai



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


Raman Jokhakar

Partner

Membership No. 103241

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CHEMBOND CHEMICALS LIMITED

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710
Consolidated Unaudited Financial Results for the Quarter Ended 30th June, 2017

(Rs. in Lakhs)

Sr. No	Particulars	Consolidated	
		Quarter Ended	Quarter Ended
		30.06.2017	30.06.2016
		Unaudited	Unaudited
1	Revenue from operations	7,817.84	7,659.88
2	Other Income	357.28	449.42
3	Total Revenue	8,175.12	8,109.31
4	Expenses		
	a. Cost of materials consumed	4,492.18	4,508.77
	b. Purchases of Stock-in trade	136.13	89.40
	c. Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade	(52.25)	97.76
	d. Excise Duty	675.52	789.17
	e. Employees Benefit Expenses	1,030.66	948.89
	f. Finance Costs	24.33	25.63
	g. Depreciation and Amortisation Expenses	96.38	90.50
	h. Other Expenses	1,177.44	887.33
	Total Expenses	7,580.39	7,437.45
5	Profit before exceptional items and tax	594.73	671.86
6	Exceptional items	-	-
7	Profit before tax	594.73	671.86
8	Tax Expense		
	- Current Tax	166.78	108.10
	- Deferred Tax	(84.17)	(41.61)
9	Profit For the Period	512.12	605.36
10	Share of Profit/(Loss) of Associate	7.41	-
11	Profit For the Period	519.53	605.36
12	Other Comprehensive Income		
	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)	(5.81)
	ii) Income Tax relating to items that will be reclassified to profit or loss	0.47	1.00
	Other Comprehensive Income	(0.43)	(4.81)
13	Total Comprehensive Income	519.10	600.55
14	Net profit attributable to:		
	- Owners of the Company	513.35	551.95
	- Non Controlling Interests	6.18	53.41
15	Other Comprehensive Income attributable to-		
	- Owners of the Company	(0.47)	(5.12)
	- Non Controlling Interests	0.05	0.31
16	Paid-up equity share capital (face value of Rs 5 per share)	672.41	669.69
17	Earning Per Share (of Rs.5 each) (not annualised)		
	Basic EPS	3.86	4.48
	Diluted EPS	3.86	4.48



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Notes:

1. The above results for the quarter ended 30th June 2017, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 19th August, 2017 and 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 ended 30th June 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 results for the quarter ended 30th June 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.
4. **Additional Information on Stand Alone Basis are as Follows:**

Standalone Details	(Rs. in Lakhs)	
	Quarter Ended	Quarter Ended
	30.06.2017	30.06.2016
	Unaudited	Unaudited
Revenue from operations	5,974.34	6,159.59
Profit Before Tax	590.70	454.61
Profit for the period	571.50	471.40

Profit for the period includes dividend received for the Quarter Ended 30th June, 2017 Rs.230.17 Lakhs (Rs. Nil) from a Subsidiary Company.

5. Consequent to transition from previous india GAAP to Ind AS, the reconcillation 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 30.06.2016
Net profit as per previous GAAP	283.52
a. Effect of fair valuation of financial instruments	282.02
b. Remeasurement cost of net defined benefit liability (Net of tax)	(3.82)
c. Depreciation on leasehold land	(0.25)
d. Deferred tax on Ind AS adjustments	40.75
d. Other Adjustments	3.15
Net profit as per Ind AS	605.37
Other comprehensive income	(4.81)
Total Comprehensive income under Ind AS	600.55

6. 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 : 19th August, 2017



LIMITED REVIEW REPORT

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

We have reviewed the accompanying statement of unaudited financial results of standalone financial results of **CHEMBOND CHEMICALS LIMITED** for quarter ended 30th June, 2017. 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 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:

We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2016 and accordingly, we do not express any conclusion on the results in the statement for the quarter ended on June 30, 2016. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs (refer Note 2 of the unaudited financial statement). Our Conclusion is not qualified in respect of this matter.

Date: 19th August, 2017
Place: Mumbai



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

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 Ended 30th June, 2017

(Rs. in Lakhs)

Sr. No	Particulars	Standalone	
		Quarter Ended	Quarter Ended
		30.06.2017	30.06.2016
		Unaudited	Unaudited
1	Revenue from Operations	5,974.34	6,159.59
2	Other Income	568.91	429.46
3	Total Revenue	6,543.24	6,589.05
4	Expenses		
	a. Cost of materials consumed	4,190.70	4,399.59
	b. Purchases of Stock-in trade	21.56	14.47
	c. Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade	17.95	80.39
	d. Excise Duty	561.87	669.87
	e. Employees Benefit Expenses	470.12	481.78
	f. Finance Costs	15.22	12.86
	g. Depreciation and Amortisation Expenses	71.04	66.90
	h. Other Expenses	604.08	408.58
	Total Expenses	5,952.54	6,134.45
5	Profit before exceptional Items and tax	590.70	454.61
6	Exceptional items	-	-
7	Profit before tax	590.70	454.61
8	Tax Expense		
	- Current Tax	96.90	29.47
	- Deferred Tax	(77.69)	(46.26)
9	Profit For the Period	571.50	471.40
10	Other Comprehensive Income		
	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)	(6.66)
	ii) Income Tax relating to items that will be reclassified to profit or loss	0.00	1.36
	Other Comprehensive Income	(0.02)	(5.30)
11	Total Comprehensive Income	571.48	466.10
12	Paid-up equity share capital (face value of Rs 5 per share)	672.41	669.69
13	Earning Per Share (of Rs.5 each) (not annualised)		
	Basic EPS	4.25	3.48
	Diluted EPS	4.25	3.48

Notes

- The above results for the quarter ended 30th June 2017, have been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on 19th August, 2017 and have been subjected to limited review by the Statutory Auditors.



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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 ended 30th June 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 results for the quarter ended 30th June 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.
4. 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.
5. Other Income includes dividend from Subsidiary Company for the quarter ended 30th June 2017 of Rs.230.17 Lakhs (Rs. Nil) respectively.
6. 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 30.06.2016
Net profit as per Previous GAAP	147.25
a.Effect of fair valuation of financial instruments	280.90
b.Effect of measuring Corporate guarantee in favour of subsidiary	3.38
c.Remeasurement cost of net defined benefit liability (Net of tax)	(5.30)
d.Depreciation on leasehold land	(0.22)
e.Deferred tax on Ind AS adjustments	45.40
Net profit as per Ind AS	471.40
Other comprehensive income	(5.30)
Total Comprehensive income under Ind AS	466.10

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

Place : Mumbai
Date : 19th August, 2017

By Order of the Board of Directors
For CHEMBOND CHEMICALS LTD


Sameer V. Shah
Chairman & Managing Director

