



February 11, 2023

The National Stock Exchange of India Ltd. Listing Department Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Company Symbol: DMCC	BSE Limited Department of Corporate Services Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 Scrip Code: 506405
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Sub: Press Release on financial performance for Q3FY23.

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Please find enclosed herewith a Press Release dated February 11, 2023 on the financial performance of the Company for Q3FY23.

You are requested to kindly take the same on your record.

Thanking you,

For DMCC Speciality Chemicals Limited

(Formerly known as "The Dharamsi Morarji Chemical Company Ltd)

Omkar Mhamunkar
Company Secretary & Compliance Officer
ICSI Membership No. ACS 26645
Encl: As Above

CIN NUMBER: L24110MH1919PLC000564

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Mumbai, February 11th, 2023

DMCC Speciality Chemicals Limited (Formely known as The Dharamsi Morarji Chemical Company Limited), India's leading Sulphur chemistry solutions manufacturer reported its financial performance for Q3FY23.

Consolidated Financial Highlights for Quarter Ended December 31st, 2022

REVENUE FROM OPERATIONS

₹72.04 cr

↓ **31.20%** Q-o-Q ↓ **11.59%** Y-o-Y

EBITDA

₹2.13 cr

↓ **45.94%** Q-o-Q ↓ **81.78%** Y-o-Y

EBITDA MARGIN

2.96%

↓ **80 bps** Q-o-Q ↓ **1139 bps** Y-o-Y

PROFIT AFTER TAX

₹(3.16) cr

↓ **11.66%** Q-o-Q ↓ **149.07%** Y-o-Y

Consolidated Financial Highlights for Nine Months Ended December 31st, 2022

- Revenue from operations stood at ₹290.15 Cr, a growth of 29.15% Y-o-Y
- EBITDA came in at ₹21.71 Cr, a Y-o-Y decline of 33.04%
- EBITDA Margin stood at 7.48% for 9MFY23 as compared to 14.43% in 9MFY22
- Profit after tax stood at ₹ 0.24 Cr a decrease of 98.64% on Y-o-Y basis

Consolidated Financial Highlights for Nine Months Ended December 31st, 2022

- Export Revenues – **35%**
- Domestic Revenues – **65%**
- Sale of Speciality Chemicals – **57%**
- Sale of Bulk Chemicals – **43%**



Mr. Bimal L Goculdas
MD & CEO

Commenting on the Q3FY23 performance , Bimal Goculdas, Managing Director and CEO, said

"I am pleased to provide you with an update on the financial performance of our company for Q3FY23.

We recorded a decline in our revenues during the quarter, which was largely attributable to the planned shutdown of our Roha facility for a month. This shutdown was undertaken after two years, and the associated costs and loss of production impacted on our profitability. Moreover, the impact of unfavorable pricing for bulk chemicals and decreased demand for speciality chemicals, caused by unstable conditions in Europe and high inflation in the US, was compounded by the elevated costs related to our capital expenditures, such as higher employee expenses, finance costs, and depreciation. This combination of factors had a major impact on our profitability.

However, we are optimistic about the future as we are observing a resurgence in demand and an end to the clearing of excess inventory at

our customer's end. We believe that the challenging period is behind us, and the visibility for demand has improved. As a result, we expect an improvement in our performance going forward. Furthermore, we have cleared all high-cost inventory, and we do not expect any additional inventory losses in the coming quarter.

The quarter started with adverse pricing in our bulk chemical segment, but conditions gradually normalized and seem to have stabilized for now. With demand from Europe and the US emerging back, we expect the capacity utilization in our speciality chemicals CAPEX to pick up in the next few quarters.

In conclusion, I extend my gratitude to all our valued stakeholders for their unwavering support. We remain steadfast in our strategy and remain optimistic about our performance in the times to come."

**Consolidated P&L statement**

₹ IN CRORE

PARTICULARS	Q3FY22	Q2FY23	Q3FY23	Q-o-Q	Y-o-Y	9MFY22	9MFY23	9M Y-o-Y
Revenue from Operations	81.48	104.71	72.04	-31.20%	-11.59%	224.66	290.15	29.15%
Total Income	81.74	105.16	72.98	-30.60%	-10.72%	227.59	292.29	28.43%
Total Operating Expense	70.05	101.22	70.85	-30.00%	1.14%	195.17	270.58	38.64%
EBITDA (Including OI)	11.69	3.94	2.13	-1170	-399	32.42	21.71	-33.04%
EBITDA Margin %	14.35%	3.76%	2.96%	(80 bps)	(1139 bps)	14.43%	7.48%	(695 bps)
Interest Cost	0.83	1.84	3.16	71.74%	280.72%	2.05	7.29	255.61%
Depreciation and Amortisation	1.83	4.93	4.81	-2.43%	162.84%	5.43	13.06	140.52%
Profit Before Taxes	9.03	-2.83	-5.84	-106.36%	-164.67%	24.94	1.36	-94.55%
Profit After Taxes	6.44	-2.83	-3.16	-11.66%	-149.07%	17.62	0.24	-98.64%

About DMCC Speciality Chemicals Limited (DMCC)

DMCC Speciality Chemicals Limited (Formerly known as The Dharamsi Morarji Chemical Company Limited) began its humble journey in 1919 with just one product and one manufacturing unit. It was the first manufacturer of sulphuric acid and phosphate fertilisers in India. The Company evolved over the years to establish its own brand, 'Ship', which soon became the trusted source for quality Single Superphosphate (SSP). Today, DMCC is a fully integrated speciality chemical company that specialises in sulphur, boron and ethanol chemistry, exporting its products to markets worldwide. The Company takes pride in its heritage, and borrows from its experience, to deliver tailor-made solutions to its customers from across the globe. Its products find application in a variety of end-use industries, such as, pharmaceuticals, detergents, dyes, fertilisers, pigments and cosmetics.

For further details please get in touch with**OMKAR MHAMUNKAR**

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Certain statements in this document that are not historical facts are forward looking statements. Such forward looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors that could cause actual results to differ materially from those contemplated by the relevant forward- looking statements. DMCC Speciality Chemicals Limited will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.