

**G. M. KAPADIA & CO.**  
(REGISTERED)

CHARTERED ACCOUNTANTS

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

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2/6

**Limited Review Report on the Unaudited Standalone Financial Results  
for the quarter/half year ended on September 30, 2014**

To the Board of Directors  
**Polychem Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Polychem Limited** ('the Company') for the quarter / half year ended on September 30, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoters Group Shareholding' which have been traced from disclosures made by the management to stock exchanges and have not been reviewed by us. 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.
2. 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. 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 above, nothing has come to our notice that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which were deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For G. M. KAPADIA & CO.

Chartered Accountants

Firm Registration No. 104767W

  
**Yagnesh Mehta**

Partner

Membership No: 34275

Place: Mumbai

Date : November 11, 2014



Statement of Standalone/Unaudited Results for the Quarter and for the Half Year ended 30th September,2014.							
PART I							
Sr No	Particulars	3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended in the previous year	Year to date figures for current period ended	Year to date figures for corresponding previous period ended	Previous year ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net Sales/Income from Operations(Net of Excise duty )	506.82	727.36	371.29	1,234.18	640.47	1,653.16
	Sale of property	-	-	-	-	-	-
	(b) Other Operating Income	14.78	22.31	7.66	37.09	16.68	34.92
	Total income from operations (net)	<b>521.60</b>	<b>749.66</b>	<b>378.95</b>	<b>1,271.27</b>	<b>657.15</b>	<b>1,688.08</b>
2	Expenditure						
	a. Cost of materials consumed	339.27	431.11	240.63	770.38	434.96	1,121.20
	b. Changes in inventories of finished goods, work-in-progress	(34.37)	4.13	19.19	(30.24)	12.71	(20.81)
	c. Employee benefit expense	37.83	37.40	24.61	75.23	46.48	114.84
	d. Depreciation and amortisation expense	8.76	6.71	3.24	15.47	6.32	14.22
	e. Processing charges	66.03	86.71	35.02	152.74	67.93	185.24
	f. Other expenditure	68.82	78.63	50.95	147.45	84.36	225.97
	Total expenses	<b>486.34</b>	<b>644.69</b>	<b>373.64</b>	<b>1,131.03</b>	<b>652.76</b>	<b>1,640.66</b>
3	Profit / (Loss) from Operations before Other Income, finance costs and exceptional items ( 1-2)	35.26	104.98	5.31	140.24	4.39	47.42
4	Other Income	19.30	17.17	33.77	36.47	55.31	104.88
5	Profit/(Loss) from ordinary activities before finance cost and exceptional items ( 3+4)	54.56	122.15	39.08	176.71	59.70	152.30
6	Finance cost	0.58	1.32	0.41	1.90	1.07	3.51
7	Profit/(Loss) from ordinary activities after finance cost but before exceptional items ( 5-6 )	53.98	120.82	38.67	174.81	58.63	148.79
8	Exceptional items	-	-	-	-	-	-
9	Profit/(Loss)from ordinary activities before tax ( 7+8)	<b>53.98</b>	<b>120.82</b>	<b>38.67</b>	<b>174.81</b>	<b>58.63</b>	<b>148.79</b>
10	Tax expense						
	Current tax	21.00	30.00	-	51.00	-	-
	Deferred tax	(0.87)	(1.31)	2.26	(2.18)	2.12	0.54
	Tax earlier years	-	-	-	-	-	5.53
	Income tax provision written back	-	-	-	-	-	(0.85)
11	Net Profit/(Loss)from ordinary activities after tax ( 9-10)	33.85	92.13	36.41	125.99	56.51	143.57
12	Extraordinary items ( net of tax expenses)	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	33.85	92.13	36.41	125.99	56.51	143.57
14	Paid-up Equity Share Capital ( Face Value of Rs 10/- each )	40.40	40.40	40.40	40.40	40.40	40.40
15	Reserves excluding Revaluation reserves as per balance sheet of previous accounting Year						
16.i	Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised )						
	(a) Basic	8.38	22.80	9.01	31.18	13.99	35.53
	(b) Diluted	8.38	22.80	9.01	31.18	13.99	35.53
16.ii	Earnings per share (after extraordinary items) (of Rs 10/- each) (not annualised )						
	(a) Basic	8.38	22.80	9.01	31.18	13.99	35.53
	(b) Diluted	8.38	22.80	9.01	31.18	13.99	35.53



4/6 (2)

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Segment information

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

The Company has two business segments:

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

Particulars	(Rs.in' Lacs')					
	3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended in the previous year	Year to date figures for current period ended	Year to date figures for corresponding previous period ended	Previous year ended
	30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1.Segment Revenue</b>						
(net sale/income from each segment)						
a) Property Development	-	-	-	-	-	-
b) Specialty Chemicals	521.60	749.66	378.95	1,271.27	657.15	1,688.08
c) Unallocated	19.30	17.17	33.77	36.47	55.31	104.88
<b>Total</b>	<b>540.91</b>	<b>766.83</b>	<b>412.72</b>	<b>1,307.75</b>	<b>712.46</b>	<b>1,792.96</b>
<b>Less: Inter Segment Revenue</b>						
<b>Net Sales / Income From Operations</b>	<b>540.91</b>	<b>766.83</b>	<b>412.72</b>	<b>1,307.75</b>	<b>712.46</b>	<b>1,792.96</b>
<b>2.Segment Results</b>						
Profit/ Loss before tax and interest from each segment						
a) Property Development	-	-	-	-	-	-
b) Specialty Chemicals	107.10	162.39	52.96	269.49	85.89	231.79
c) Unallocated	-	-	-	-	-	-
<b>Total</b>	<b>107.10</b>	<b>162.39</b>	<b>52.96</b>	<b>269.49</b>	<b>85.89</b>	<b>231.79</b>
Less: (i) Interest						
(ii) Other Un-allocable Expenditure(net off)	53.12	41.57	14.29	94.68	27.26	83.00
(iii) Un-allocable income ( net off )						
<b>Total Profit Before Tax</b>	<b>53.98</b>	<b>120.82</b>	<b>38.67</b>	<b>174.81</b>	<b>58.63</b>	<b>148.79</b>
<b>3.Capital Employed</b>						
( Segment assets - Segment Liabilities )						
a) Property Development	159.42	159.42	156.84	159.42	156.84	159.42
b) Specialty Chemicals	231.81	365.28	317.67	231.81	317.67	501.38
c) Unallocated	1,269.99	1,101.07	973.67	1,269.99	973.67	874.45
<b>Total</b>	<b>1,661.21</b>	<b>1,625.78</b>	<b>1,448.18</b>	<b>1,661.21</b>	<b>1,448.18</b>	<b>1,535.25</b>



5/6 ③

PART-II							
Select information for the Quarter/ Half Year ended 30th September, 2014							
Sr No	Particulars	3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended in the previous year	Year to date figures for current period ended	Year to date figures for corresponding previous period ended	Previous year ended
		30/09/2014	30/06/2014	30/09/2013	30/09/2014	30/09/2013	31/03/2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>A PARTICULARS OF SHAREHOLDING</b>							
1	Public Shareholding						
	- Number of shares	193,580	193,580	215,796	193,580	215,796	207,968
	- Percentage of shareholding	47.91%	47.91%	53.41%	47.91%	53.41%	51.47%
2	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	- Number of shares	NA	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA	NA
	b) Non- Encumbered						
	- Number of shares	210,465	210,465	188,249	210,465	188,249	196,077
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the company)	52.09%	52.09%	46.59%	52.09%	46.59%	48.53%

Particulars		3 months ended 30/09/2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the beginning of the quarter	Nil
	Received during the Quarter	Nil
	Disposed of during the Quarter	Nil
	Remaining unresolved at the end of the Quarter	Nil

**NOTES :**

- 1 Previous quarter's /year's figures have been regrouped / rearranged wherever necessary to confirm to those of current quarter/year classification.
- 2 Gain on account of foreign exchange fluctuation amounting to Rs 21.32 Lakhs has been recognized in the Statement of profit & loss for the quarter ended September 30, 2014 in accordance with the accounting policy consistently followed by the Company.
- 3 The statutory auditors have carried out a limited review of the financial results for the quarter ended September 30,2014.
- 4 The above unaudited financial results (provisional) were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 11th November,2014.

Place : Mumbai  
Date : November 11 ,2014

  
P T Kilachand  
(DIN - 00005516)  
Managing Director



6/6 (4)

STANDALONE STATEMENT OF ASSETS & LIABILITIES AS AT 30/09/2014. (Rs. In Lacs')

Particulars		As at current 6 months ended 30/09/2014 Unaudited	As at previous year ended 31/03/2014 Audited
<b>I EQUITY AND LIABILITIES</b>			
<b>1 Shareholder's funds</b>			
(a) Share capital		40.40	40.40
(b) Reserves and surplus		1620.81	1494.83
		1661.21	1535.23
<b>2 Non-current liabilities</b>			
(a) Long-term provisions		2.56	2.56
		2.56	2.56
<b>3 Current liabilities</b>			
(a) Trade payables		154.81	206.17
(b) Other current liabilities		17.70	24.32
(c) Short-term provisions		58.76	8.36
		231.27	238.85
	Total	<b>1895.04</b>	<b>1776.64</b>
<b>II ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets			
Tangible assets		58.98	62.59
Intangible assets		4.77	6.64
		63.75	69.23
(b) Non-current investments		344.06	144.06
(c) Deferred tax assets (net)		9.29	7.11
(d) Long-term loans and advances		73.09	105.32
(e) Other non-current assets		90.80	61.04
		580.99	386.76
<b>2 Current assets</b>			
(a) Inventories		277.30	249.41
(b) Trade receivables		351.06	401.91
(c) Cash and Bank balances		100.51	136.83
(d) Short-term loans and advances		583.79	599.83
(e) Other current assets		1.39	1.91
		1314.05	1389.89
	Total	<b>1895.04</b>	<b>1776.64</b>

