

The Board of Directors

Clariant Chemicals (India) Limited
Reliable Tech Park
Behind Reliable Plaza
Thane-Belapur Road, Airoli
Navi Mumbai - 400 708

1. We have reviewed the results of Clariant Chemicals (India) Limited (the "Company") for the quarter ended June 30, 2014 which are included in the accompanying Statement of unaudited results for the three/ six months ended June 30, 2014 and the Statement of assets and liabilities as on that date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. 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.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and 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.



6. (a) The financial statements of the Company as at December 31, 2013 and for the year then ended were audited by another firm of Chartered Accountants who, vide their report dated February 26, 2014, expressed an unmodified opinion on those financial statements.
- (b) The unaudited financial information of the Company for the quarter ended March 31, 2014 and for the half year ended June 30, 2013 was reviewed by another firm of Chartered Accountants who, vide their review reports dated May 06, 2014 and July 30, 2013, respectively, expressed an unmodified opinion on the aforesaid financial information.

For Price Waterhouse
Firm Registration Number: 012754N
Chartered Accountants



Pradip Kanakia
Partner
Membership Number: 39985

Mumbai
July 18, 2014

Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road, Airoli, Navi Mumbai - 400708

Tel: 022 7125 1116; Fax: 022 7125 1228 Website: www.clariant.in Email: investor.relations_india@clariant.com

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STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE THREE / SIX MONTHS ENDED JUNE 30, 2014

(₹ in Lakhs)

Particulars (Refer Notes below)	3 months ended 30.06.2014	Preceding 3 months ended 31.03.2014	Corresponding 3 months ended 30.06.2013	6 months ended 30.06.2014	6 months ended 30.06.2013	Previous year ended 31.12.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
PART I						
1. Income from operations						
(a) Net sales / Income from operations (Net of excise duty)	26390	27421	31846	53811	59593	121320
(b) Other operating income	904	1047	902	1961	1612	3466
Total Income from operations (net)	27294	28468	32748	55762	61205	124786
2. Expenses						
(a) Cost of materials consumed	14790	14557	14888	29347	29098	59858
(b) Purchases of stock-in-trade	2796	5690	6072	8486	11389	23534
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	952	(1347)	(232)	(395)	(1801)	(2304)
(d) Power and fuel	1351	1430	1313	2781	2546	5410
(e) Employee benefits expense	2361	2315	3286	4676	5503	10116
(f) Depreciation and amortisation expense	776	557	600	1333	1171	2345
(g) Other expenses	3511	3508	3660	7019	7049	16086
Total expenses	26537	26710	29587	53247	54955	115045
3. Profit from operations before other income, finance costs and exceptional items (1- 2)	757	1758	3161	2515	6250	9741
4. Other income	487	390	406	877	928	1792
5. Profit from ordinary activities before finance costs and exceptional items (3+4)	1244	2148	3567	3392	7178	11533
6. Finance costs	24	19	32	43	105	180
7. Profit from ordinary activities after finance costs but before exceptional items (5-6)	1220	2129	3535	3349	7073	11353
8. Exceptional items (net)	9910	-	-	9910	-	11225
9. Profit from ordinary activities before tax (7+8)	11130	2129	3535	13259	7073	22578
10. Tax expense (including tax on exceptional items)	2586	616	1123	3202	2185	5901
11. Net Profit from ordinary activities after tax (9-10)	8544	1513	2412	10057	4888	16677
12. Paid up equity share capital (Face value of ₹10 each)	2666	2666	2666	2666	2666	2666
13. Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year						54769
14. Earnings per share (of ₹ 10 each)						
Basic & Diluted (in ₹) (Not annualised)	32.05	5.68	9.05	37.72	18.33	62.55
PART II : Select Information for the Three/ Six months ended June 30, 2014						
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	9758665	9758665	9758665	9758665	9758665	9758665
- Percentage of shareholding	36.60	36.60	36.60	36.60	36.60	36.60
2 Promoters and promoter group shareholding						
a) Pledged / Encumbered	-	-	-	-	-	-
b) Non-encumbered						
- Number of shares	16902080	16902080	16902080	16902080	16902080	16902080
- 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)	63.40	63.40	63.40	63.40	63.40	63.40
B INVESTOR COMPLAINTS						
Pending at the beginning of the quarter	-					
Received during the quarter	2					
Disposed of during the quarter	2					
Remaining unresolved at the end of the quarter	-					



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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT FOR THE THREE / SIX MONTHS ENDED JUNE 30, 2014

(₹ In Lakhs)

Particulars (Refer Notes below)	3 months ended	Preceding 3 months ended	Corresponding 3 months ended	6 months ended	6 months ended	Previous year ended
	30.06.2014	31.03.2014	30.06.2013	30.06.2014	30.06.2013	31.12.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue (Net sales / Income from operations)						
Pigments and Colors	19483	14542	13120	34025	24641	53009
Dyes and Specialty Chemicals	6907	12879	18726	19786	34952	68311
Total Net sales / Income from operations	26390	27421	31846	53811	59593	121320
2. Segment results						
Pigments and Colors	791	1119	1532	1910	2890	5076
Dyes and Specialty Chemicals	544	1364	2015	1908	4001	6625
Total Segment results	1335	2483	3547	3818	6891	11701
Less : (1) Finance costs	24	19	32	43	105	180
(2) Other unallocable expenditure net of unallocable income	91	335	(20)	426	(287)	168
Total profit before exceptional items & tax	1220	2129	3535	3349	7073	11353
Exceptional items	9910	-	-	9910	-	11225
Profit from ordinary activities before tax	11130	2129	3535	13259	7073	22578
3. Capital employed (Segment assets - Segment liabilities)						
Pigments and Colors	47710	28903	21496	47710	21496	24844
Dyes and Specialty Chemicals	4494	9761	13069	4494	13069	8789
Total capital employed in segments	52204	38664	34565	52204	34565	33633
Add : Unallocable corporate assets less corporate liabilities	15288	20284	20438	15288	20438	23802
Total capital employed	67492	58948	55003	67492	55003	57435

STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2014

(₹ in Lakhs)

Particulars	As at 30.06.2014	As at 31.12.2013
	(Unaudited)	(Audited)
A EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	2666	2666
(b) Reserves and surplus	64826	54769
Sub-total - Shareholders' funds	67492	57435
2. Non-current liabilities		
(a) Deferred tax liabilities (net)	575	724
(b) Other long-term liabilities	10	-
(c) Long-term provisions	2626	2789
Sub-total - Non-current liabilities	3211	3513
3. Current liabilities		
(a) Trade payables	18347	17191
(b) Other current liabilities	18451	6494
(c) Short-term provisions	151	6522
Sub-total - Current liabilities	36949	30207
TOTAL - EQUITY AND LIABILITIES	107652	91155
B ASSETS		
1. Non-current assets		
(a) Fixed assets	31987	19292
(b) Non-current investments	717	667
(c) Long-term loans and advances	5880	4460
Sub-total - Non-current assets	38584	24419
2. Current assets		
(a) Current investments	20721	26073
(b) Inventories	18502	14563
(c) Trade receivables	17604	16922
(d) Cash and cash equivalents	4132	2260
(e) Short-term loans and advances	7283	5670
(f) Other current assets	826	1248
Sub-total - Current assets	69068	66736
TOTAL - ASSETS	107652	91155



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Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings.
- The Board of Directors at its meeting held on July 18, 2014 has recommended the payment of interim dividend of ₹ 39 per equity share (Face value of ₹ 10 each). The record date for payment of dividend is July 25, 2014.
- Net sales/income from operations, Profit before tax and Profit after tax, included in the above results, in respect of Textile Chemicals, Paper Specialities and Emulsions business (TPE business), relating to Dyes and Specialty Chemicals Segment, which was transferred to Archroma India Private Ltd. on September 30, 2013, are given below (₹ in Lakhs):

Particulars	3 months ended	Preceding 3 months	Corresponding 3 months	6 months ended	6 months ended	Previous year ended
	30.06.2014	31.03.2014	30.06.2013	30.06.2014	30.06.2013	31.12.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Net sales / income from operations	-	-	10402	-	19604	32244
Profit before tax	-	-	1128	-	2295	3776
Profit after tax	-	-	745	-	1533	2529

- In accordance with the approval of the shareholders, the Company has executed the Business Transfer Agreement on April 30, 2014 and has sold/transferred on May 01, 2014 the business of Leather Services included in the Dyes and Specialty Chemicals Segment, including production facility at Kanchipuram in Tamilnadu and Laboratories, along with employees, assets and liabilities on a going concern basis by way of a slump sale to Stahl India Private Ltd. for an aggregate consideration of ₹ 15600 Lakhs. The profit on sale of the Leather Services business amounting to ₹ 10622 Lakhs is shown under "Exceptional Items (net)" (Refer note 7 below). The Capital Gains tax arising from the transaction is included in "Tax Expense".

Net sales/income from operations, Profit before tax and Profit after tax for the discontinued business of Leather Services included in the above results are given below (₹ in Lakhs):

Particulars	3 months ended	Preceding 3 months	Corresponding 3 months	6 months ended	6 months ended	Previous year ended
	30.06.2014	31.03.2014	30.06.2013	30.06.2014	30.06.2013	31.12.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Net sales / income from operations	2024	6446	5736	8470	10241	22751
Profit before tax	312	849	562	1161	1008	1546
Profit after tax	206	560	380	766	681	1026

- In accordance with the approval of the shareholders, the Company has entered into an Agreement dated April 15, 2014 to sell land aggregating about 87 acres, together with the buildings and structures standing thereon, located at Thane, on an "as is where is" basis to M/s Ishwer Realty and Technologies Private Limited (a subsidiary of Lodha Developers Private Limited) for an aggregate consideration of ₹ 115425 Lakhs. In terms of the agreement, a sum of ₹ 10800 Lakhs has been received and the balance consideration is to be received on the "Closing date". The transaction is subject to customary closing conditions and to relevant approvals and permissions from the Government and other statutory bodies, as may be necessary.
- The Company, after obtaining necessary approvals from the Board of Directors, acquired the Masterbatches business of "M/s. Plasticemix Industries" (PI) vide a Business Transfer Agreement with effect from April 10, 2014, on a going concern basis by way of a slump sale for a total consideration of ₹ 13537 Lakhs subject to net working capital and debt like adjustments, if any. The excess of consideration paid to PI over the provisional fair value of net assets taken over, is considered as Goodwill and is recognised as an intangible asset. In terms of the agreement the Company has paid ₹ 10000 Lakhs during current quarter and further ₹ 3000 Lakhs subsequent to the quarter end, being part of the consideration.
- Exceptional items (net) comprise the following (₹ in Lakhs):
 - Profit on sale of Leather Services business (Refer note 4 above): three months and six months ended 30.06.2014 : 10622
 - IT infrastructure set up cost : three months and six months ended 30.06.2014 : 498
 - Non compete fees in relation to business acquisition (Refer note 6 above) : three months and six months ended 30.06.2014 : 74
 - One time compensation paid to Consultants in relation to business acquisition (Refer note 6 above) : three months and six months ended 30.06.2014 : 140
 - Profit on sale of TPE business (Net of expenses incurred/committed to be incurred) : year ended 31.12.2013 : 11445
 - Abandoned project write-off : year ended 31.12.2013 : 220
- Pursuant to the sale of TPE business referred to in Note 3, Leather Services business referred to in Note 4 and acquisition of Masterbatches business referred in Note 6 above, the figures for the three months and six months ended June 30, 2014 are not directly comparable with those of the preceding three months and of the corresponding three months and six months of the previous year. The figures for the previous periods have been regrouped/recasted wherever necessary, to conform to the current period's classification.

Mumbai, July 18, 2014

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Deepak Parikh
Dr. Deepak Parikh
Vice-Chairman & Managing Director

what is precious to you?