

G. M. KAPADIA & CO.
(REGISTERED)

CHARTERED ACCOUNTANTS

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

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**Limited Review Report on the Unaudited Standalone Financial Results
For the quarter and nine months ended on December 31, 2015**

To the Board of Directors
Polychem Limited

1. We have reviewed the accompanying statement of unaudited financial results (the "Statement") of **POLYCHEM LIMITED** (the "Company") for the quarter and nine months ended December 31, 2015. The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Listing 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.
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. 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 attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Accounting Standard specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 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) Regulation, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Mumbai

Date: February 2, 2016



For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No. 104767W



Yagnesh Mehta
Partner

Membership No.: 34275

(Rs.in'Laacs')

Statement of Standalone Unaudited Financial Results for the Quarter and Nine months ended December 31, 2015								
PART I	Particulars	Quarter ended			Nine months ended		Year ended	
		31/12/2015	30/09/2015	31/12/2014	31/12/2015	31/12/2014		31/03/2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited		Audited
1	Income from operations							
	(a) Net Sales/Income from Operations(Net of Excise duty)	263.20	329.49	281.13	959.94	1,515.31	1,734.01	
	Sale of property	-	-	-	-	-	-	
	(b) Other Operating Income	5.37	9.30	5.67	28.91	42.76	44.91	
	Total income from operations (net)	268.57	338.79	286.80	988.85	1,558.07	1,778.91	
2	Expenditure							
	a. Cost of materials consumed	128.95	209.09	158.83	560.54	929.21	1,016.26	
	b. Changes in inventories of finished goods, work-in-progress	13.13	(5.43)	14.82	(7.68)	(15.42)	18.84	
	c. Employee benefits expense	47.52	50.35	43.57	139.38	118.80	170.05	
	d. Depreciation and amortisation expense	5.93	5.80	7.32	17.08	22.79	30.64	
	e. Processing charges	35.66	43.67	32.92	123.88	185.66	208.25	
	f. Other expenditure	57.24	49.44	47.26	155.12	194.25	259.51	
	Total expenses	288.43	352.92	304.72	988.32	1,435.29	1,703.56	
3	Profit / (Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	(19.86)	(14.12)	(17.92)	0.53	122.78	75.36	
4	Other Income	18.68	19.57	16.90	56.30	53.37	71.87	
5	Profit/(Loss) from ordinary activities before finance cost and exceptional items (3+4)	(1.18)	5.45	(1.02)	56.83	176.15	147.23	
6	Finance cost	-	-	-	-	2.36	-	
7	Profit/(Loss) from ordinary activities after finance cost but before exceptional items (5-6)	(1.18)	5.45	(1.02)	56.83	173.79	147.23	
8	Exceptional items	-	-	-	-	-	-	
9	Profit/(Loss) from ordinary activities before tax (7+8)	(1.18)	5.45	(1.02)	56.83	173.79	147.23	
10	Tax expense							
	Current tax	-	-	1.00	19.00	52.00	55.00	
	Deferred tax	(0.41)	(0.40)	(0.65)	(2.77)	(2.83)	(2.10)	
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(0.77)	5.85	(1.37)	40.60	124.62	94.33	
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	-	
13	Net Profit/(Loss) for the period (11-12)	(0.77)	5.85	(1.37)	40.60	124.62	94.33	
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	-	-	-	-	-	1,577.00	
16i	Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised)							
	(a) Basic	(0.19)	1.45	(0.34)	10.05	30.84	23.35	
	(b) Diluted	(0.19)	1.45	(0.34)	10.05	30.84	23.35	
16ii	Earnings per share (after extraordinary items) (of Rs 10/- each) (not annualised)							
	(a) Basic	(0.19)	1.45	(0.34)	10.05	30.84	23.35	
	(b) Diluted	(0.19)	1.45	(0.34)	10.05	30.84	23.35	

Statement of Standalone Unaudited Segment Information for the Quarter and Nine Months Ended December 31, 2015							
Particulars	Quarter ended			Nine months Ended		Year ended	
	31/12/2015	30/09/2015	31/12/2014	31/12/2015	31/12/2014		31/03/2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited		Audited
1.Segment Revenue (net sale/income from each segment)							
a) Property Development	-	-	-	-	-	-	
b) Specialty Chemicals	268.57	338.79	286.80	988.85	1,558.07	1,778.91	
c) Unallocated	-	-	-	-	-	-	
Total	268.57	338.79	286.80	988.85	1,558.07	1,778.91	
Less: Inter Segment Revenue	-	-	-	-	-	-	
Net Sales / Income From Operations	268.57	338.79	286.80	988.85	1,558.07	1,778.91	
2.Segment Results							
Profit/ Loss before tax and interest from each segment							
a) Property Development	-	-	-	-	-	-	
b) Specialty Chemicals	50.58	49.51	35.73	192.76	305.22	312.90	
c) Unallocated	-	-	-	-	-	-	
Total	50.58	49.51	35.73	192.76	305.22	312.90	
Less:(i) Interest							
(ii) Other un-allocable expenditure net off un-allocable income	51.76	44.06	36.75	135.93	131.43	165.67	
Total Profit Before Tax	(1.18)	5.45	(1.02)	56.83	173.79	147.23	
3.Capital Employed (Segment assets - Segment Liabilities)							
a) Property Development	165.59	165.59	162.94	165.59	162.94	164.78	
b) Specialty Chemicals	591.42	484.37	227.20	591.42	227.20	88.29	
c) Unallocated	900.99	1,008.82	1,269.71	900.99	1,269.71	1,364.33	
Total	1,658.00	1,658.78	1,659.85	1,658.00	1,659.85	1,617.40	

Segment information

Segment information for primary segment reporting (by business segments)

The Company has two business segments:

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

NOTES :

- 1 Previous quarter's /year's figures have been regrouped / rearranged wherever necessary to confirm to those of current quarter/year classification.
- 2 The statutory auditors have carried out a limited review of the financial results for the period ended December 31, 2015.
- 3 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 February 02, 2016.

[Signature]

P T Kilachand
(DIN - 00005516)
Managing Director

Place: Mumbai
Date: February 2, 2016

