



**FAIRCHEM**  
A FAIRFAX COMPANY

# FAIRCHEM SPECIALITY LIMITED

(Formerly Known as **ADI FINECHEM LIMITED**)

Corporate Office : 1<sup>st</sup> Floor, 2, Sigma Corporates, Behind HOF, Sindhu Bhavan Road,  
Off S.G. Road, Ahmedabad - 380 059. INDIA.

Phone : (079) 29701675, 7818824096 E-mail : info@fairchem.in  
CIN : L15140MH1985PLC286828 Website : www.fairchem.in

Date: August 10, 2018.

To,  
**National Stock Exchange of India Ltd.**  
Exchange Plaza,  
Plot no. C/1, G Block, Bandra-kurla Complex  
Bandra (E)  
Mumbai – 400 051.

To,  
**Department of Corporate Services,  
BSE Limited.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

**Ourselves: : BSE Code: 530117 and NSE Symbol: 'FAIRCHEM'**

Dear Sirs,

**Sub.: Outcome of the meeting of the Board of Directors held on August 10, 2018 pursuant to  
Regulation 30 & 33(3) of the SEBI (Listing Obligations and Disclosures Requirements)  
Regulations, 2015.**

With reference to above, we wish to inform you that we have placed on BSE Listing Centre (for BSE) and NEAPS (for NSE), the following as required under Regulation 30 and 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. Statement in prescribed format (Annexure I) containing Standalone and Consolidated Unaudited Financial Results for the quarter ended June 30, 2018,
2. Two Separate Reports dated August 10, 2018 of M/s. Price Waterhouse & Co Chartered Accountants LLP, Chartered Accountants, Statutory Auditors of the Company on Limited Review of (i) Standalone and (ii) Consolidated Financial Results for the Quarter ended June 30, 2018

These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their Meetings held today.

Please find the above in order and take the same on your record.

Thanking you,

Yours faithfully,  
For Fairchem Speciality Limited,

  
Rajen Jhaveri  
Chief Financial Officer & Company Secretary  
Encl: as above



**FAIRCHEM SPECIALITY LIMITED (FORMERLY KNOWN AS ADI FINECHEM LIMITED)**

Regd. Office: 324, Dr. D.N. Road, Fort, Mumbai - 400001

Corporate Office : 1st Floor, 2, Sigma Corporates, Behind HOF, Sindhu Bhavan Road, Off. S.G. Road, Ahmedabad - 380 059, Gujarat, INDIA

Ph.: 079-29701675, 48911675, Email Id: cs@fairchem.in; Website: www.fairchem.in

CIN: L15140MH1985PLC286828

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2018**

		3 Months ended			(Rs. In Lakhs)
		30-Jun-2018	31-Mar-2018	30-Jun-2017	Year ended
		(Unaudited)	(Unaudited) Refer Note 4	(Unaudited)	31-Mar-2018 (Audited)
<b>I</b>	<b>Income</b>				
	Revenue from Operations	6,287.72	6,011.45	6,683.91	24,283.77
<b>II</b>	<b>Other Income</b>	36.27	18.84	0.50	270.35
<b>III</b>	<b>Total Income (I + II)</b>	<b>6,323.99</b>	<b>6,030.29</b>	<b>6,684.41</b>	<b>24,554.12</b>
<b>IV</b>	<b>Expenses</b>				
	Cost of materials consumed	4,849.21	3,932.61	4,112.81	15,857.14
	Changes in Inventories of Finished Goods and Work-in-Progress	(586.34)	56.59	(6.35)	6.94
	Excise Duty	-	-	650.87	650.87
	Employee benefits expense	383.56	326.01	316.14	1,297.05
	Finance costs	144.29	162.71	145.58	575.57
	Power and Fuel	439.24	386.38	429.16	1,605.31
	Depreciation and Amortisation expenses	128.54	144.29	114.59	494.91
	Other Expenses	321.83	450.99	354.36	1,484.34
	<b>Total expenses</b>	<b>5,680.33</b>	<b>5,459.58</b>	<b>6,117.16</b>	<b>21,972.13</b>
<b>V</b>	<b>Profit Before Tax (III - IV)</b>	<b>643.66</b>	<b>570.71</b>	<b>567.25</b>	<b>2,581.99</b>
<b>VI</b>	<b>Tax expense</b>				
	Current Tax	171.47	83.68	167.13	573.23
	Deferred Tax	16.57	(72.29)	29.76	69.07
<b>VII</b>	<b>Profit for the period after tax (V - VI)</b>	<b>455.62</b>	<b>559.32</b>	<b>370.36</b>	<b>1,939.69</b>
<b>VIII</b>	<b>Other Comprehensive Income (OCI)</b>	(9.52)	37.08	(12.56)	(0.58)
<b>IX</b>	<b>Total Comprehensive Income (VII + VIII)</b>	<b>446.10</b>	<b>596.40</b>	<b>357.80</b>	<b>1,939.11</b>
<b>X</b>	<b>Paid -up Equity Share Capital (Face Value of Rs. 10/- each)</b>	<b>3,760.98</b>	<b>3,760.98</b>	<b>3,760.98</b>	<b>3,760.98</b>
<b>XI</b>	<b>Earning Per Share (EPS) of Rs. 10/- each (Not annualised) (In Rs.)</b>				
	Basic	1.17	1.43	0.95	4.97
	Diluted	1.17	1.43	0.95	4.97

For Fairchem Speciality Limited

**Nahoosh Jariwala**  
Managing Director

For Fairchem Speciality Limited

**Mahesh Babani**  
Managing Director



**Notes:**

1. The above Standalone financial results are prepared in compliance with Indian Accounting Standard ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") [Companies (Indian Accounting Standards) Rules, 2015], as amended.
2. The Company has opted to publish Standalone as well as Consolidated Financial Results. The above standalone unaudited financial results as reviewed by Audit Committee were approved by the Board of Directors at their meeting held on 10<sup>th</sup> August, 2018. The Statutory Auditors have performed limited review of Company's standalone unaudited financial results for the quarter ended 30<sup>th</sup> June, 2018.
3. The Company is engaged in the business of manufacturing of speciality chemicals viz. Oleo Chemicals and Intermediate Neutraceuticals. As such the company's business falls within a single business segment of Speciality Chemicals, in context of Ind AS 108 - Operating Segments.
4. The figures of the quarter ended 31<sup>st</sup> March, 2018 are the balancing figures between audited figures in respect of the full period of twelve months ended as at 31<sup>st</sup> March, 2018 and the unaudited published year to date figures up to 31<sup>st</sup> December, 2017, being the date of the end of the third quarter of the financial year.
5. The Company has adopted Ind AS 115 'Revenue from Contracts with Customers' w.e.f. 1<sup>st</sup> April, 2018. The adoption of this standard does not have any material impact to the standalone financial results of the Company.
6. Goods and Service Tax (GST) which was effective from 1<sup>st</sup> July, 2017 has replaced excise duty and certain other indirect taxes. In accordance with the requirements of Ind AS, revenue from operations upto 30<sup>th</sup> June, 2017 is inclusive of Excise Duty and revenue from operations from 1<sup>st</sup> July, 2017 is net of GST. Accordingly, the adjusted revenue from operations (i.e. net of GST and excise duty, as applicable) for comparable purpose is as under:

**(Rs. In Lakhs)**

Particulars	3 Months ended			Year ended
	30-Jun-2018	31-Mar-2018	30-Jun-2017	31-Mar-2018
Revenue from Operations (Net of GST and Excise Duty, as applicable)	6,287.72	6,011.45	6,033.04	23,632.90

7. The figures for the corresponding and comparative previous periods have been regrouped/ rearranged, wherever necessary, to conform to the classification of the current period.
8. Investors can view the unaudited financial results of the company for the quarter ended 30<sup>th</sup> June, 2018 on the company's website [www.fairchem.in](http://www.fairchem.in) or on the website of the BSE [www.bseindia.com](http://www.bseindia.com) or on the website of NSE [www.nseindia.com](http://www.nseindia.com).

For and on behalf of the Board of Directors,  
For Fairchem Speciality Limited,

Place: Mumbai  
Date: 10<sup>th</sup> August, 2018

Nahoosh Jariwala  
Managing Director

Mahesh Babani  
Managing Director

For Fairchem Speciality Limited



Nahoosh Jariwala  
Managing Director

For Fairchem Speciality Limited



Mahesh Babani  
Managing Director

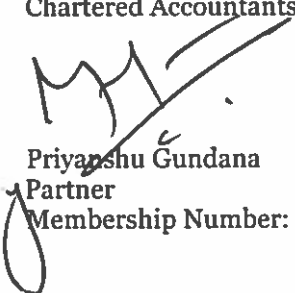


# Price Waterhouse & Co Chartered Accountants LLP

The Board of Directors  
Fairchem Speciality Limited  
324, Dr. D.N. Road, Fort,  
Mumbai - 400001

1. We have reviewed the unaudited standalone financial results of Fairchem Speciality Limited (the "Company") for the quarter ended June 30, 2018 which are included in the accompanying 'Statement of Unaudited Standalone Financial Results for the quarter ended June 30, 2018 (the "Statement")'. The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The 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 Statement is 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. 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 prescribed under 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 Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009  
Chartered Accountants

  
Priyanshu Gundana  
Partner  
Membership Number: 109553

Place: Mumbai  
Date: August 10, 2018

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)  
Mumbai - 400 028

T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP Identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)



**FAIRCHEM SPECIALITY LIMITED (FORMERLY KNOWN AS ADI FINECHEM LIMITED)**

Regd. Office: 324, Dr. D.N. Road, Fort, Mumbai - 400001

Corporate Office : 1st Floor, 2, Sigma Corporates, Behind HOF, Sindhu Bhavan Road, Off. S.G. Road, Ahmedabad - 380 059, Gujarat, INDIA

Ph.: 079-29701675, 48911675, Email Id: cs@fairchem.in; Website: www.fairchem.in

CIN: L15140MH1985PLC286828

**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2018**

		3 Months ended			(Rs. In Lakhs)
		30-Jun-2018	31-Mar-2018	30-Jun-2017	Year ended
		(Unaudited)	(Unaudited) Refer Note 4	(Unaudited)	31-Mar-2018 (Audited)
<b>I</b>	<b>Income</b>				
	Revenue from Operations	23,893.44	31,542.60	22,909.57	103,950.78
<b>II</b>	<b>Other Income</b>	52.57	404.65	501.82	1,600.46
<b>III</b>	<b>Total Income (I + II)</b>	<b>23,946.01</b>	<b>31,947.25</b>	<b>23,411.39</b>	<b>105,551.24</b>
<b>IV</b>	<b>Expenses</b>				
	Cost of materials consumed	15,739.18	17,951.79	14,463.48	63,323.71
	Changes in Inventories of Finished Goods and Work-in-Progress	(410.80)	1,636.97	(661.29)	2,934.15
	Excise Duty	-	-	1,520.70	1,520.70
	Employee benefits expense	1,671.46	1,552.36	1,381.69	5,680.87
	Finance costs	532.09	596.96	648.89	2,393.99
	Power and Fuel	1,495.13	1,878.82	1,476.01	6,964.38
	Depreciation and Amortisation expenses	1,143.09	1,201.63	1,046.32	4,330.90
	Other Expenses	2,221.11	3,370.50	2,286.66	10,506.93
	<b>Total expenses</b>	<b>22,391.26</b>	<b>28,189.03</b>	<b>22,162.46</b>	<b>97,655.63</b>
<b>V</b>	<b>Profit before exceptional items and tax (III - IV)</b>	<b>1,554.75</b>	<b>3,758.22</b>	<b>1,248.93</b>	<b>7,895.61</b>
<b>VI</b>	<b>Exceptional Items (Refer Note 9)</b>	<b>6,950.42</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VII</b>	<b>Profit/(Loss) Before Tax (V - VI)</b>	<b>(5,395.67)</b>	<b>3,758.22</b>	<b>1,248.93</b>	<b>7,895.61</b>
<b>VIII</b>	<b>Tax expense</b>				
	Current Tax	219.48	820.33	350.17	1,907.04
	Deferred Tax	(2,156.35)	264.03	53.41	654.81
<b>IX</b>	<b>Profit/(Loss) for the period after tax (VII - VIII)</b>	<b>(3,458.80)</b>	<b>2,673.86</b>	<b>845.35</b>	<b>5,333.76</b>
<b>X</b>	<b>Other Comprehensive Income (OCI)</b>	34.09	45.06	(10.61)	3.74
<b>XI</b>	<b>Total Comprehensive Income for the period (IX + X)</b>	<b>(3,424.71)</b>	<b>2,718.92</b>	<b>834.74</b>	<b>5,337.50</b>
<b>XII</b>	<b>Paid -up Equity Share Capital (Face Value of Rs. 10/- each)</b>	<b>3,760.98</b>	<b>3,760.98</b>	<b>3,760.98</b>	<b>3,760.98</b>
<b>XIII</b>	<b>Earning Per Share (EPS) of Rs. 10/- each (Not annualised) (In Rs.)</b>				
	Basic	(8.85)	6.85	2.16	13.65
	Diluted	(8.85)	6.85	2.16	13.65

For Fairchem Speciality Limited

**Nahoosh Jariwala**  
Managing Director

For Fairchem Speciality Limited

**Mahesh Babani**  
Managing Director



**Notes:**

- The above Consolidated financial results are prepared in compliance with Indian Accounting Standard ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") [Companies (Indian Accounting Standards) Rules, 2015], as amended.
- The Company has opted to publish Standalone as well as Consolidated Financial Results. The above Consolidated financial results comprise the results of Fairchem Speciality Limited (the Holding Company), Privi Organics India Limited (POIL) (Wholly owned Subsidiary Company), Privi Biotechnologies Private Limited (Wholly owned Subsidiary of POIL), Privi Organics USA, Corporation (Wholly owned Subsidiary of POIL) and Minar Organics Private Limited (Associate of POIL up to 21<sup>st</sup> March, 2018).
- The Company and its subsidiaries are engaged in the business of manufacturing of speciality chemicals viz. Oleo Chemicals and Intermediate Neutraceuticals and Aroma chemicals. As such the company and its subsidiary's business falls within a single business segment of Speciality Chemicals, in context of Ind AS 108 - Operating Segments.
- The figures of the quarter ended 31<sup>st</sup> March, 2018 are the balancing figures between audited figures in respect of the full period of twelve months ended as at 31<sup>st</sup> March, 2018 and the unaudited published year to date figures up to 31<sup>st</sup> December, 2017, being the date of the end of the third quarter of the financial year.
- The above consolidated unaudited financial results as reviewed by Audit Committee were taken on record by the Board of Directors at their meeting held on 10<sup>th</sup> August, 2018. The Statutory Auditors have performed limited review of Company's consolidated unaudited financial results for the quarter ended 30<sup>th</sup> June, 2018;
- The Company and its subsidiaries have adopted Ind AS 115 'Revenue from Contracts with Customers' w.e.f. 1<sup>st</sup> April, 2018. The adoption of this standard does not have any material impact to the consolidated financial results of the Company.
- Goods and Service Tax (GST) which was effective from 1<sup>st</sup> July, 2017 has replaced excise duty and certain other indirect taxes. In accordance with the requirements of Ind AS, revenue from operations upto 30<sup>th</sup> June, 2017 is inclusive of Excise Duty and revenue from operation from 1<sup>st</sup> July, 2017 is net of GST. Accordingly, the adjusted revenue from operations (i.e. net of GST and excise duty, as applicable) for comparable purpose is as under:

**(Rs. In Lakhs)**

Particulars	3 Months ended			Year ended
	30-Jun-2018	31-Mar-2018	30-Jun-2017	31-Mar-2018
Revenue from Operations (Net of GST and Excise Duty, as applicable)	23,893.44	31,542.60	21,388.87	102,430.08

- The figures for the corresponding and comparative previous period have been regrouped/ rearranged, wherever necessary, to conform to the classification of the current period.
- On 26<sup>th</sup> April, 2018 a major fire broke out at the Privi Organics India Limited's (POIL) Unit 2 Plant located at MIDC Mahad. There has been loss to assets comprising of Inventories, Buildings, Plant and Machinery and other Fixed Assets etc. As per the best estimate of POIL's Management, the book value of the assets lost due to fire is Rs. 6,950.42 Lakhs, which has been debited to the statement of profit and loss and disclosed as an exceptional Item. POIL is adequately insured and in process of filing the required documents with the insurance company. The Insurance claim would be recognised as per the requirements of the accounting standards in the subsequent quarters on the admission/ approval of the claim by the insurance company.
- Summary of key **standalone** financial results is as follows.

**(Rs. In Lakhs)**

Particulars	3 Months ended			Year ended
	30-Jun-2018	31-Mar-2018	30-Jun-2017	31-Mar-2018
Revenue from Operations	6,287.72	6,011.45	6,683.91	24,283.77
Profit before tax	643.66	570.71	567.25	2,581.99
Profit after tax	455.62	559.32	370.36	1,939.69

- Investors can view the unaudited financial results of the company for the quarter ended 30<sup>th</sup> June, 2018 on the company's website [www.fairchem.in](http://www.fairchem.in) or on the website of the BSE [www.bseindia.com](http://www.bseindia.com) or on the website of NSE [www.nseindia.com](http://www.nseindia.com).

**For and on behalf of the Board of Directors,  
For Fairchem Speciality Limited,**

**Place: Mumbai  
Date: August 10, 2018**

**Nahoosh Jariwala  
Managing Director**

**Mahesh Babani  
Managing Director**

**For Fairchem Speciality Limited**



**Nahoosh Jariwala  
Managing Director**

**For Fairchem Speciality Limited**



**Mahesh Babani  
Managing Director**



# Price Waterhouse & Co Chartered Accountants LLP

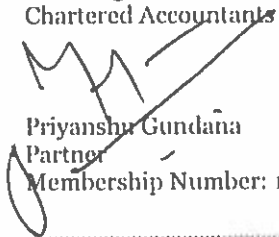
The Board of Directors  
Fairchem Speciality Limited  
324, Dr. D.N. Road, Fort,  
Mumbai - 400001

1. We have reviewed the unaudited consolidated financial results of Fairchem Speciality Limited (the "Company") and its subsidiaries (hereinafter referred to as the "Group") [(refer Note 2 on the Statement)] for the quarter ended June 30, 2018 which are included in the accompanying 'Statement of Unaudited Consolidated Financial Results for the Quarter Ended June 30, 2018' (the "Statement"). The Statement has been prepared by the Company's Management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by its 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 Statement is free of material misstatement.
3. A review is limited primarily to inquiries of group personnel and analytical procedures applied to group's 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 did not review the financial results of three subsidiaries considered in the preparation of the Statement and which constitute total revenue of Rs. 17,640.77 lakhs and total comprehensive income (comprising of loss and other comprehensive income) of Rs. (3,870.81) lakhs for the quarter then ended. These financial results and other financial information have been reviewed by other auditor whose report has been furnished to us, and our conclusion on the Statement to the extent they have been derived from such financial results is based solely on the report of such other auditors.
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 Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to the following paragraph included in the Review report on the consolidated financial results of Privi Organics India Limited (a subsidiary of the Holding Company) and its subsidiaries, issued by the component auditors vide its report dated August 10, 2018:

"We draw attention to Note 4 of the financial results, which describes the effect of a fire in the Company. Our opinion is not modified in respect of this matter."

[Note 4 as described above is reproduced as note 9 to the consolidated financial results.]

For Price Waterhouse & Co Chartered Accountants LLP  
Firm Registration Number: 304026E/E-300009  
Chartered Accountants

  
Priyanshu Gundana  
Partner  
Membership Number: 109553

Place: Mumbai  
Date: August 10, 2018

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)  
Mumbai - 400 028  
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP Identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)