



**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, 78188 24096, Email Id: cs@fairchem.in; Website: www.fairchem.in

CIN: L15140MH1985PLC286828

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2017**

| PART I |   | (Rs. In Lakhs)                              |   |
|--------|---|---|---|
|        |   | 3 Months ended<br>30/06/2017<br>(Unaudited) | 3 Months ended<br>30/06/2016<br>(Unaudited) |
|        | Particulars   |   | (Refer Note 3)                              |
| I      | <b>Income</b>   |   |   |
|        | Revenue from Operations (Gross)                             | 6,683.91                                    | 4,998.77                                    |
| II     | Other Income  | 0.50  | 20.21                                       |
| III    | <b>Total Revenue (I + II)</b>                               | <b>6,684.41</b>                             | <b>5,018.98</b>                             |
| IV     | <b>Expenses</b>   |   |   |
|        | Cost of materials consumed                                  | 4,112.81                                    | 2,964.02                                    |
|        | Changes in Inventory of Finished Goods, Work-in-Progress    | (6.35)                                      | 23.27                                       |
|        | Excise Duty   | 650.87                                      | 459.59                                      |
|        | Employee benefits expense                                   | 316.14                                      | 240.70                                      |
|        | Finance costs   | 145.58                                      | 92.40                                       |
|        | Power and Fuel  | 429.16                                      | 257.87                                      |
|        | Depreciation and Amortisation                               | 114.59                                      | 81.23                                       |
|        | Other Expenses  | 354.36                                      | 274.52                                      |
|        | Total expenses  | <b>6,117.16</b>                             | <b>4,393.60</b>                             |
| V      | <b>Profit Before Tax (III - IV)</b>                         | <b>567.25</b>                               | <b>625.38</b>                               |
| VI     | Tax expense   |   |   |
|        | Current Tax   | 167.13                                      | 182.90                                      |
|        | Deferred Tax  | 29.76                                       | 27.18                                       |
| VII    | <b>Profit (Loss) for the period after tax (V - VI)</b>      | <b>370.36</b>                               | <b>415.30</b>                               |
| VIII   | Other Comprehensive Income (OCI)                            | (12.56)                                     | (1.64)                                      |
| IX     | <b>Total Comprehensive Income (VII + VIII)</b>              | <b>357.80</b>                               | <b>413.66</b>                               |
| X      | Paid -up Equity Share Capital (Face Value of Rs. 10/- each) | 3,760.98                                    | 1,379.40                                    |
| XI     | Earning Per Share (EPS) of Rs. 10/- each                    |   |   |
|        | Basic   | Rs. 0.92                                    | Rs. 3.00                                    |
|        | Diluted   | 0.92  | 3.00  |

FOR FAIRCHEM SPECIALITY LIMITED

  
NAHOOSH JARIWALA  
MANAGING DIRECTOR

For Fairchem Speciality Limited

  
Mahesh Babani  
Managing Director

**Notes:**

- 1 The standalone financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as specified in the Companies (Indian Accounting Standard) Rules, 2015, (as amended) and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SEBI circular dated July 05, 2016. The Company has for the first time adopted Ind AS for the financial year commencing from April 01, 2017 with a transition date of April 01, 2016;
- 2 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive Income in accordance with Ind AS is given below;

| No. | Particulars  | 3 Months ended<br>30/06/2016 |
|-----|--|------------------------------|
|     |  | (Rs. In Lakhs)               |
| 1   | Net Profit for the period as per Indian GAAP   | 413.66                       |
| 2   | Add/(Less) : Adjustment for Ind AS   |                              |
|     | (a) On account of reclassification of actuarial gains, arising in respect of defined benefit plans | 2.50                         |
|     | (b) Tax impact on above  | -0.86                        |
|     | Total  | 1.64                         |
| 3   | Net Profit for the period as per Ind AS  | 415.30                       |
| 4   | Other Comprehensive Income/(Expenses) :  |                              |
|     | Items that will not be reclassified to profit or loss (Net of Tax)                                 | -1.64                        |
| 5   | Total Comprehensive Income   | 413.66                       |

- 3 The Company has opted to avail the relaxations provided by the Securities and Exchange Board of India, vide its circular dated July 05, 2016 (circular), as available to listed entities and therefore statement does not include Ind AS compliant financial results for the preceding quarter and year ended March 31, 2017 as the same is not mandatory. Further, in accordance with the relaxations provided in the circular, the results for the previous quarter ended June 30, 2016 have not been subjected to limited review or audit by the statutory auditors. However, the management has exercised necessary due diligence to ensure that standalone financials results provide a true and fair view of its affairs.
- 4 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 taken on record by the Board of Directors at their meeting held on 11th August, 2017. The Statutory Auditors have performed a limited review of Company's standalone unaudited financial results for the quarter ended June 30, 2017.
- 5 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.
- 6 During previous year ended March 31, 2017, in accordance with the order dated February 22, 2017, by Hon'ble National Company Law Tribunal, Mumbai Bench, filed with Registrar of Companies on March 14, 2017 the Company has allotted 12,634,353 equity shares of Rs. 10 each and 12,634,353 compulsorily convertible preference shares of Rs. 10 each to the shareholders of Privi Organics Limited as on March 8, 2017, the record date, by corresponding debit to general reserves and balance in the profit and loss account as per the treatment prescribed in aforesaid scheme.
- 7 Figures for the corresponding previous period 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 30th June, 2017 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) and 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 11, 2017


**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 – 400 001

1. We have reviewed the unaudited financial results of Fairchem Speciality Limited (formerly known as Adi Finechem Limited) (the “Company”) for the quarter ended 30th June, 2017 which are included in the accompanying ‘Statement of Standalone unaudited financial results for the quarter ended 30th June, 2017’ together with the notes thereon (the “Statement”). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (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. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company’s opening unaudited Balance Sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review. Attention is drawn to the fact that the figures for the corresponding quarter ended 30th June, 2016 including the reconciliation of profit for these periods under Ind AS of the corresponding quarter with profit under the Companies (Accounting Standards) Rules, 2006, as reported in these financial results have not been subjected to 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 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.
5. We draw attention to the following matters:
  - a. Note 1 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from 1st April, 2017, and accordingly, the Statement has been prepared by the Company’s Management in compliance with Ind AS.



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

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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)

# Price Waterhouse & Co Chartered Accountants LLP

- b. Note 6 to the Statement regarding accounting for issue of equity shares and compulsorily convertible preference shares with a corresponding debit to general reserve and surplus in the profit and loss, in accordance with a Scheme of arrangement between the Company, Privi Organics Limited and Privi Organics India Limited (formerly known as Adi Aromatic Limited), approved by National Company Law Tribunal, Mumbai Bench.

Our conclusion is not qualified in respect of these matters.

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



Priyanshu Gundana  
Partner

Membership Number: 109553

Mumbai  
11th August, 2017

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

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CIN: L15140MH1985PLC286828

**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2017**

| PART | Particulars  | (Rs. In Lakhs)                              |
|------|--|---|
|      |  | 3 Months ended<br>30/06/2017<br>(Unaudited) |
| I    | <b>Income</b>  |   |
|      | Revenue from Operations (Gross)  | 22,909.57                                   |
| II   | Other Income   | 501.10                                      |
| III  | <b>Total Revenue (I + II)</b>  | <b>23,410.67</b>                            |
| IV   | <b>Expenses</b>  |   |
|      | Cost of materials consumed   | 14,463.48                                   |
|      | Changes in Inventory of Finished Goods (including Stock-in-Trade) and Work-in-Progress | -661.29                                     |
|      | Excise Duty  | 1,520.70                                    |
|      | Employee benefits expense  | 1,381.69                                    |
|      | Finance costs  | 648.89                                      |
|      | Power and Fuel   | 1,476.01                                    |
|      | Depreciation and Amortisation  | 1,046.32                                    |
|      | Other Expenses   | 2,285.94                                    |
|      | Total expenses   | <b>22,161.74</b>                            |
| V    | <b>Profit Before Tax (III - IV)</b>  | <b>1,248.93</b>                             |
| VI   | Tax expense  |   |
|      | Current Tax  | 350.17                                      |
|      | Deferred Tax   | 53.41                                       |
| VII  | <b>Profit (Loss) for the period after tax (V - VI)</b>                                 | <b>845.35</b>                               |
| VIII | Other Comprehensive Income (OCI)   | -10.61                                      |
| IX   | <b>Total Comprehensive Income (VII + VIII)</b>   | <b>834.74</b>                               |
| X    | Paid -up Equity Share Capital (Face Value of Rs. 10/- each)                            | 3,760.98                                    |
| XI   | Earning Per Share (EPS) of Rs. 10/- each   |   |
| XII  | Basic  | 2.14  |
|      | Diluted  | 2.14  |

FOR FAIRCHEM SPECIALITY LIMITED

  
NAHOOSH JARIWALA  
MANAGING DIRECTOR

For Fairchem Speciality Limited

  
Mahesh Babani  
Managing Director

**Notes:**

- 1 The consolidated financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as specified in the Companies (Indian Accounting Standard) Rules, 2015, (as amended) and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and SEBI circular dated July 05, 2016. The Company has for the first time adopted Ind AS for the financial year commencing from April 01, 2017 with a transition date of April 01, 2016;
- 2 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 (Holding Company), Privi Organics India Limited (POIL) (Wholly owned Subsidiary Company), Privi Biotechnologies Private Limited (Wholly owned Subsidiary of POIL), Privi Organics USA Inc (Wholly owned Subsidiary of POIL) and Minar Organics Private Limited (38.5% Associate of POIL). While preparing the consolidated financial statements, comparative figures for the corresponding previous quarter are not presented as there was no subsidiary in the corresponding previous quarter.
- 3 The Company has opted to avail the relaxations provided by the Securities and Exchange Board of India, vide its circular dated July 05, 2016 (circular), as available to listed entities and therefore statement does not include Ind AS compliant financial results for the preceding quarter and year ended March 31, 2017 as the same is not mandatory.
- 4 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 11th August, 2017. The Statutory Auditors have performed a limited review of Company's consolidated unaudited financial results for the quarter ended June 30, 2017.
- 5 The Company is engaged in the business of manufacturing of speciality chemicals viz. Oleo Chemicals and Intermediate Nutraceuticals and Aromatic chemicals. As such the company's business falls within a single business segment of Speciality Chemicals, in context of Ind AS 108 - Operating Segments.
- 6 During previous year ended March 31, 2017, in accordance with the order dated February 22, 2017, by Hon'ble National Company Law Tribunal, Mumbai Bench, filed with Registrar of Companies on March 14, 2017 (effective date) the Company has allotted 12,634,353 equity shares of Rs. 10 each and 12,634,353 compulsorily convertible preference shares of Rs. 10 each to the shareholders of Privi Organics Limited (POL) as on March 8, 2017, the record date, by corresponding debit to general reserves and balance in the profit and loss account as per the treatment prescribed in aforesaid scheme.

Pursuant to the scheme, the assets and liabilities of POL have been divested into the subsidiary company at the same values as appearing in the books of POL on August 1, 2016, being the appointed date and the excess of values of assets over the value of liabilities aggregating to Rs.20,811.87 lakhs is treated as General Reserve in the books of subsidiary company

Pursuant to the Scheme, money raised in POL prior to the effective date towards shares subscribed by an existing shareholder, post the appointed date, of Rs. 14,528.22 lakhs (net of expenses incurred of Rs 471.78 lakhs) has been transferred to the Resulting Company with a credit to the general reserve. Accordingly, Rs. 35,340.09 lakhs has been transferred to general reserves (in the aggregate)

- 7 Investors can view the unaudited financial results of the company for the quarter ended 30th June, 2017 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) and 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 11, 2017**

**Nahoosh Jariwala      Mahesh Babani  
Managing Director    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 – 400 001

1. We have reviewed the unaudited consolidated financial results of Fairchem Speciality Limited (formerly known as Adi Finechem Limited) (the “Company”), its subsidiaries and associate company (hereinafter referred to as the “Group”) [(refer Note 2 on the Statement)] for the quarter ended 30th June, 2017 which are included in the accompanying ‘Statement of consolidated unaudited financial results for the quarter ended 30th June, 2017’ together with the notes thereon (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. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company’s opening unaudited consolidated Balance Sheet as at 1st April, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. 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 (i) three subsidiaries considered in the preparation of the Statement and which constitute as at 30th June, 2017, total revenue of Rs. 16,726.98 lakhs and total comprehensive income (comprising of profit and other comprehensive income) of Rs. 476.94 lakhs for the quarter then ended; and (ii) one associate company which constitute total comprehensive income (comprising of profit/ loss and other comprehensive income) of Rs. Nil for the quarter then ended. These financial results and other financial information have been reviewed by other auditors 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.



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# Price Waterhouse & Co Chartered Accountants LLP

6. We draw attention to the following matters:

- a. Note 1 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from 1st April, 2017, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.
- b. Note 6 to the Statement regarding accounting for issue of equity shares and compulsorily convertible preference shares with a corresponding debit to general reserve and surplus in the profit and loss, in accordance with a Scheme of arrangement between the Company, Privi Organics Limited and Privi Organics India Limited (formerly known as Adi Aromatic Limited), approved by National Company Law Tribunal, Mumbai Bench.

Our conclusion is not qualified in respect of these matters.

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

  
Priyanshu Gundana  
Partner

Membership Number: 109553

Mumbai  
11th August, 2017