

(Rs. in Lakhs)							
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31/12/2015							
Sl. No.	Particulars	3 Months ended 31/12/2015	Preceding 3 Months ended 30/09/2015	Corresponding 3 months ended 31/12/2014 in the previous year	Year to date figures for current period ended 31/12/2015	Year to date figures for the previous period ended 31/12/2014	Previous Year ended 31/03/2015
		Unaudited (1)	Unaudited (2)	Unaudited (3)	Unaudited (4)	Unaudited (5)	Audited (6)
1	Income from Operations						
	(a) Net Sales / Income from operations (Net of excise duty)	2,384	2,508	2,782	7,182	8,425	10,985
	(b) Other operating income	9	8	16	21	34	54
	Total Income from operations (net)	2,393	2,516	2,798	7,203	8,459	11,039
2	Expenses						
	(a) Cost of Materials Consumed (Refer Note 3)	52	54	194	171	355	513
	(b) Purchases of Stock-in-Trade	-	-	-	-	5	52
	(c) Changes in Inventories of Finished goods and Work-in -Progress	66	(81)	45	(109)	(19)	-
	(d) Employee Benefits Expense	273	262	233	817	720	971
	(e) Depreciation and Amortisation Expense	279	375	238	852	802	1,015
	(f) Power & Fuel	1,043	1,068	1,393	3,103	4,302	5,439
	(g) Other Expenses (Refer Note 6)	365	509	356	1,492	1,377	1,888
	Total Expenses	2,078	2,187	2,459	6,326	7,542	9,878
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	315	329	339	877	917	1,161
4	Other Income (Refer Note 6)	24	35	137	86	392	496
5	Profit from Ordinary Activities before Finance costs and Exceptional Items (3+4)	339	364	476	963	1,309	1,657
6	Finance Costs	49	35	20	105	53	71
7	Profit from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	290	329	456	858	1,256	1,586
8	Exceptional Items (Refer Note 4)	(83)	-	-	(83)	-	-
9	Profit from Ordinary Activities before Tax (7+8)	207	329	456	775	1,256	1,586
10	Tax Expense	74	118	108	274	372	563
11	Net Profit from Ordinary Activities after Tax (9-10)	133	211	348	501	884	1,023
12	Extraordinary Items	-	-	-	-	-	-
13	Net Profit for the Period (11-12)	133	211	348	501	884	1,023
14	Paid-up Equity Share Capital (Face Value of Rs.5/- per share)	459	459	459	459	459	459
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	N.A.	N.A.	N.A.	N.A.	N.A.	12,499
16 i	Earning per Share (before extraordinary items) (Face Value of Rs 5 each) (not annualised) :						
	(a) Basic	1.45	2.29	3.79	5.46	9.63	11.15
	(b) Diluted	1.45	2.29	3.79	5.46	9.63	11.15
16 ii	Earning per Share (after extraordinary items) (Face Value of Rs 5 each) (not annualised) :						
	(a) Basic	1.45	2.29	3.79	5.46	9.63	11.15
	(b) Diluted	1.45	2.29	3.79	5.46	9.63	11.15
17	Dividend per Share (Face Value of Rs.5 each) - Final Dividend on equity shares (In Rs. Per share)	-	-	-	-	-	1.25



CHEMFAB ALKALIS LIMITED

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NOTES:

- The above results, subjected to Limited Review by the Statutory Auditors of the Company, were reviewed by the Audit Committee at its meeting held on 29 January 2016 and approved by the Board of Directors of the Company at their meeting held on that date.
- The Company has identified business segment which is "Dealing with Chlor Alkali and Related Products / Services" as its primary segment and geographical segment as its secondary segment. The amounts appearing in the results relate to this primary segment.
- Cost of materials consumed depends on the availability/usage of the captive salt which is seasonal in nature and the market price / usage of the salt procured from external sources.
- Exceptional item represents the Net Loss arising from washout of stock of salt in the salt fields and damage to certain fixed assets due to unusual heavy rains and floods during the quarter.
- The National Green Tribunal, in an appeal filed by a party, granted an *ex parte* stay, restraining the construction activities pertaining to the expansion and operation of the Plant without valid consent order. The Company strongly objected the averments of the complainant and filed its counter for vacating the stay which was granted. Further, the Company's petition seeking directions to the authorities concerned for the grant of Consent to Establish (NOC) for the expansion is pending before the Hon'ble Forum.
- The Net Exchange Loss / (Gain) and Net Loss / (Profit) on sale / discarding of Fixed Assets included under other expenses or other income, respectively is as under:

(Rs. In Lakhs)						
Particulars	3 Months ended 31/12/2015	Preceding 3 Months ended 30/09/2015	Corresponding 3 months ended 31/12/2014 in the previous year	Year to date figures for current period ended 31/12/2015	Year to date figures for the previous period ended 31/12/2014	Previous Year ended 31/03/2015
Net Exchange Loss / (Gain)	(3)	6	(82)	94	(180)	(205)
Net Loss / (Profit) on sale/discarding of Fixed Assets	11	54	(2)	65	41	35

- The Income Tax Department has appealed before the Income Tax Appellate Tribunal (ITAT) against the Order passed by the Commissioner of Income Tax (Appeals) for the Assessment Year 2010-11 relating to the disallowance of sales commission paid to various commission agents. The Company has filed its cross objections, challenging the Department's contentions and it is hopeful of a favorable outcome. The contingent liability to the Company on account of this appeal is estimated at Rs. 134 lakhs.
- The outstanding Inter Corporate Deposit of Rs 1,461 lakhs provided to Teamec Chlorates Limited (TCL) as at 31 December 2015 is considered as good for recovery based on discussion with TCL and considering certain other developments. This has been qualified by the Statutory Auditors in their Limited Review Report for the quarter ended 31 December 2015, 30 September 2015, 30 June 2015 and also in their audit report for the year ended 31 March 2015.
- The Board of Directors, at their meeting held on 29 October 2015, approved the Chemfab Alkalis Employees Stock Option Scheme 2015 (CAESOS - 2015) which provides for issue of 400,000 options to eligible employees convertible into equivalent number of equity shares of Rs 5 each. The Scheme will come into effect from the date of approval of the Shareholders of the Company and the process of obtaining Shareholders' approval is underway.
- Previous period / year figures have been regrouped wherever necessary, to conform to the current period presentation.

For CHEMFAB ALKALIS LIMITED



SURESH KRISHNAMURTHI RAO
 CHAIRMAN

Place: Chennai
 Date: 29 January 2016



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF CHEMFAB ALKALIS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **CHEMFAB ALKALIS LIMITED** ("the Company") for the Quarter and Nine Months ended December 31, 2015 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement 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 Statement is free of material misstatement. 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.
3. As stated in Note 8 to the Statement, an amount of Rs. 1,461 lakhs is outstanding towards Inter Corporate Deposits (ICD) provided to Teamec Chlorates Limited (TCL) as at December 31, 2015. Whilst the net worth of TCL has been fully eroded as per its latest audited financial statements and the possession of its factory land has been taken over by the secured creditor due to non-payment of dues, the Management of the Company, based on discussions with TCL/ and considering certain other developments, believes that no provisioning is required to be made for the outstanding ICDs provided by the Company at this stage.

However, considering the financial condition of TCL and in the absence of sufficient and appropriate audit evidence, we are unable to comment on the recoverability of the outstanding ICDs amounting to Rs. 1,461 lakhs from TCL and its consequential impact on the financial results.

Our audit report on the financial statements for the year ended March 31, 2015, limited review report for the Quarter ended June 30, 2015 and Half Year ended September 30, 2015 was also qualified in respect of this matter.



**Deloitte
Haskins & Sells**

4. Based on our review conducted as stated above, except for the possible effects of the matter described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)



Sriraman Parthasarathy
Partner
(Membership No. 206834)

CHENNAI, January 29, 2016
PS/RS/2015-16

