

Clariant Chemicals (India) Limited



Corporate Identity Number: L24110MH1956PLC010806

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

Tel: 022 7125 1245; Fax: 022 7125 1228 Website: www.clariant.in Email: investor.relations_india@clariant.com

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE THREE / TWELVE MONTHS ENDED DECEMBER 31, 2015

(` in Lakhs)

Particulars (Refer Notes below)	3 months ended 31.12.2015	Preceding 3 months ended 30.09.2015	Corresponding 3 months ended 31.12.2014	12 months ended 31.12.2015	12 months ended 31.12.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from operations					
(a) Net sales / Income from operations (Net of excise duty)	21825	22325	22202	89411	100820
(b) Other operating income	1222	667	1029	3500	3780
Total Income from operations (net)	23047	22992	23231	92911	104600
2. Expenses					
(a) Cost of materials consumed	11792	13285	15960	50609	59466
(b) Purchases of stock-in-trade	1932	1800	1691	8221	14910
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1905	(439)	(760)	2615	(2330)
(d) Power and fuel	1112	1259	1387	4852	5496
(e) Employee benefits expense	2063	2273	2463	8735	9791
(f) Depreciation and amortisation expense	1096	1143	1110	4455	3324
(g) Other expenses	3571	3662	4219	13805	14813
Total expenses	23471	22983	26070	93292	105470
3. (Loss) / Profit from operations before other income, finance costs and exceptional items (1- 2)	(424)	9	(2839)	(381)	(870)
4. Other income	1344	541	208	3709	1365
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	920	550	(2631)	3328	495
6. Finance costs	10	14	53	55	113
7. Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	910	536	(2684)	3273	382
8. Exceptional items (net)	(43)	2396	108336	2353	118359
9. Profit from ordinary activities before tax (7+8)	867	2932	105652	5626	118741
10. Tax expense (including tax on exceptional items) net of excess provision for prior years	223	787	21245	1324	24409
11. Net Profit from ordinary activities after tax (9-10)	644	2145	84407	4302	94332
12. Paid up equity share capital (Face value of `10/- each)	2308	2666	2666	2308	2666
13. Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year					136936
14. Earnings per share (of `10/- each)					
Basic & Diluted (in `) (Not annualised)	2.72	8.05	316.61	16.61	353.82

Clariant Chemicals (India) Limited



Corporate Identity Number: L24110MH1956PLC010806

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

Tel: 022 7125 1245; Fax: 022 7125 1228 Website: www.clariant.in Email: investor.relations_india@clariant.com

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER REGULATION 33 of SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

FOR THE THREE / TWELVE MONTHS ENDED DECEMBER 31, 2015

(` in Lakhs)

Particulars (Refer Notes below)	3 months ended 31.12.2015	Preceding 3 months ended 30.09.2015	Corresponding 3 months ended 31.12.2014	12 months ended 31.12.2015	12 months ended 31.12.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue (Net sales / Income from operations)					
Pigments and Colors	19877	19811	18005	77782	71783
Dyes and Specialty Chemicals	1948	2514	4197	11629	29037
Total Net sales / Income from operations	21825	22325	22202	89411	100820
2. Segment results					
Pigments and Colors	104	686	(995)	1397	1073
Dyes and Specialty Chemicals	(140)	(17)	(749)	260	1202
Total Segment results	(36)	669	(1744)	1657	2275
Less : (1) Finance costs	10	14	53	55	113
(2) Other unallocable expenditure net of unallocable income	(956)	119	887	(1671)	1780
Total Profit / (Loss) before exceptional items & tax	910	536	(2684)	3273	382
Exceptional items	(43)	2396	108336	2353	118359
Profit from ordinary activities before tax	867	2932	105652	5626	118741
3. Capital employed (Segment assets - Segment liabilities)					
Pigments and Colors	52365	53849	48358	52365	48358
Dyes and Specialty Chemicals	1796	1252	5083	1796	5083
Total capital employed in segments	54161	55101	53441	54161	53441
Add : Unallocable corporate assets less corporate liabilities	10789	43206	86161	10789	86161
Total capital employed	64950	98307	139602	64950	139602

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings.
- Net sales/income from operations, Profit before tax and Profit after tax, included in the above results, in respect of the discontinued Leather services business, relating to Dyes and Specialty Chemicals Segment, which was transferred to Stahl India Private Ltd. on April 30, 2014, are given below (` in Lakhs) :

Particulars	3 months ended 31.12.2015	Preceding 3 months ended 9/30/2015	Corresponding 3 months ended 31.12.2014	12 months ended 31.12.2015	12 months ended 31.12.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Net sales / income from operations	-	-	-	-	8470
Profit before tax	-	-	-	-	1161
Profit after tax	-	-	-	-	766

- The Company has revised its estimate of useful life of tangible assets as prescribed in Part C of Schedule II of the Companies Act, 2013, w.e.f. January 01, 2015, except for certain assets for which different useful life has been considered based on a Technical Evaluation, which management believes best represents the period over which assets are expected to be used by the Company. As prescribed in the said Schedule II, an amount of ` 165 Lakhs (net of deferred tax) has been charged to the opening balance of retained earnings for the assets in respect of which the remaining useful life became NIL as on January 01, 2015 and in respect of other assets on that date, depreciation has been calculated based on the remaining useful life on a prospective basis. Had the Company continued with the useful life adopted in earlier years, charge for depreciation for the three months ended December 31, 2015 and for twelve months ended December 31, 2015 would have been lower by ` 60.59 Lakhs and ` 227.74 Lakhs respectively and the net profit for the same periods would have been higher by the same amount.
- The Company after obtaining necessary approvals from the Board of Directors, vide an agreement dated March 31, 2015, acquired the "Carbon Black Business" from Lanxess India Private Limited (Lanxess) effective close of business hours on March 31, 2015, comprising the Carbon Black Dispersion plant located at Nagda, India, together with its respective assets, liabilities and employees as a going concern on a slump sale basis for a lump sum consideration of ` 1346 Lakhs (including non compete fees) after working capital adjustment, as at March 31, 2015. The excess of consideration paid to Lanxess over the fair value of net assets acquired is considered as goodwill.
- The Company has executed the Business Transfer Agreement on July 31, 2015 and has sold/transferred on August 01, 2015 the business of Industrial and Consumer Specialties (ICS), included in the Dyes and Specialty Chemicals Segment, along with employees, assets, liabilities and including all licenses, permits, consents and approvals on a going concern basis by way of a slump sale on a "as is where is basis" to Clariant India Ltd. for an aggregate consideration of ` 4200 Lakhs. The profit on sale of the ICS business amounting to ` 2656 Lakhs is shown under "Exceptional Items (net)" (Refer note 8 below). The Capital Gains tax arising from the transaction is included in "Tax Expense".

Net sales /income from operations, (Loss) / Profit before tax and (Loss) / Profit after tax for ICS business included in the above results are given below (` in Lakhs) :

Particulars	3 months ended 31.12.2015	Preceding 3 months ended 9/30/2015	Corresponding 3 months ended 31.12.2014	12 months ended 31.12.2015	12 months ended 31.12.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Net sales / income from operations	-	692	1634	3802	9307
(Loss) / Profit before tax	(164)	(126)	(1034)	(315)	(686)
(Loss) / Profit after tax	(108)	(83)	(683)	(208)	(453)

- The Board of Directors at its meeting held on April 22, 2015 approved the proposal of buyback of 35,78,947 equity shares of ` 10 each (representing 13.42% of total equity share capital) from shareholders of the Company through the "Tender offer" route as prescribed under the Securities and Exchange Board of India (Buy Back of Securities) Regulations, 1988 at a price of ` 950 per equity share, aggregating to ` 34000 Lakhs. The scheme has been approved by shareholders by way of a special resolution passed through postal ballot on July 08, 2015. The Buyback offer was kept open from September 22, 2015 to October 7, 2015 and it got completed on October 15, 2015.
- The Board of Directors at its meeting held on August 04, 2015, decided to change the financial year of the Company from January-December to April-March. Accordingly Company's next Annual Accounts and report will be for a period of 15 months i.e. from January 01, 2015 to March 31, 2016.
- Exceptional items (net) comprise the following (` in Lakhs) :
 - Profit on sale of Leather services business (Refer note 2 above) : three months ended 31.12.2014 : (213) and year ended 31.12.2014 : 10409.
 - IT infrastructure set up cost : Year ended 31.12.2014 : 385.
 - Non compete fees in relation to Masterbatches business acquisition : Year ended 31.12.2014 : 74 .
 - One time compensation paid to Consultants in relation to Masterbatches business acquisition : Year ended 31.12.2014 : 140.
 - Profit on sale of Kolshet site (Net of expenses incurred) : three months ended and year ended 31.12.2014 :108549 .
 - Profit on sale of Industrial and Consumer Specialties business (Refer note 5 above) : three months ended 30.09.2015 : 2649, three months ended 31.12.2015 : 7 and twelve months ended 31.12.2015 : 2656.
 - Expenditure relating to Buy back : (Refer note 6 above) : three months ended 30.09.2015 : 253 , three months ended 31.12.2015 : 50 and twelve months ended 31.12.2015 : 303.
- Pursuant to the sale of Leather services business and Industrial and Consumer and Specialties business referred to in Note 2 and Note 5 respectively, acquisition of Masterbatches and Carbon Black businesses, on April 10, 2014 and March 31, 2015 respectively, relating to Pigments and Colors Segment, the figures for the three months and twelve months ended December 31, 2015 are not directly comparable with those of the corresponding periods of the previous year. The figures for the previous periods have been regrouped/recasted wherever necessary, to conform to the current periods classification.