



NGST & Associates Chartered Accountants

Independent Auditors' Limited Review Report on unaudited quarterly and half year ended results of the Company

Review report to

The Board of Directors

Daikaffil Chemicals (India) Limited

We have reviewed the accompanying statement of unaudited financial results of **Daikaffil Chemicals (India) Limited** ("the Company") for the quarter and half year ended September 30, 2023 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations") as amended.

This statement is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 Interim Financial Reporting (Ind AS-34) as 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 these financial statements based on our review.

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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Material Uncertainty related to Going Concern

We draw attention the Note No. 4 of the financial results which described the facts about planned closure of manufacturing operations in previous year for limited period of time, primarily on account of dry-up of sales orders and management's actions to reduce the fixed costs and focus on increasing trading activities till the time manufacturing operations restart. The management does not foresee any threat to going concern status of the company and prepared the financial results of the company on going concern basis. However, the management plans described therein depend upon how the future events unfold and indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern.

Our conclusion is not modified in respect of this matter.

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 applicable accounting standards 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) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Mumbai, November 03, 2023



For NGST & Associates
Chartered Accountants
FRN No. 139159W

Bhupendra S Gandhi
BHUPENDRA S GANDHI
Partner

Membership No. 122296
UDIN - 23122296BGUONG3739

DAIKAFFIL CHEMICALS INDIA LIMITED

CIN NO : L24114MH1992PLC067309

Regd. Office : E-4, M.I.D.C., Tarapur, Dist-Palghar, Maharashtra - 401506

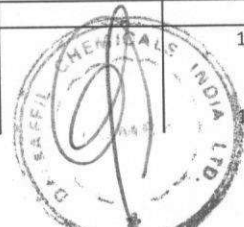
Statement of Unaudited Financial Results for the Quarter ended September 30, 2023

(₹ in Lakhs)

SI No	Particulars	Quarter ended			Six month Ended		Year ended
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Income from operations			1.15		63.71	63.71
a)	Income from operations	-	-	-	-	-	-
b)	Other income	22.72	17.48	13.18	40.20	26.12	47.32
	Total income from operations	22.72	17.48	14.33	40.20	89.83	111.03
II	Expenses						45.75
a)	Cost of materials consumed	-	-	-	-	-	4.63
b)	Purchase of Stock-in-trade	-	-	0.89	-	50.34	-
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-	-
d)	Employee benefits expense	12.82	21.97	22.83	34.79	75.50	120.63
e)	Finance costs	0.00	-	-	0.00	0.65	0.66
f)	Depreciation and amortisation expenses	22.25	23.01	18.36	45.26	48.18	121.46
g)	Other expenses	15.75	18.13	19.35	33.88	46.51	84.79
	Total expenses	50.82	63.11	61.43	113.93	221.18	377.92
III	Profit / (Loss) before tax (I-II)	-28.10	-45.63	-47.10	-73.73	-131.35	-266.89
IV	Tax expenses						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	-4.20	-2.35	1.20	-6.55	-	-26.14
	Tax Adjustment of earlier year	-	-	-	-	0.65	-
V	Profit / (Loss) after tax (III-IV)	-23.90	-43.28	-48.30	-67.19	-132.00	-240.74
VI	Other comprehensive income / (loss) net of tax items that will not be reclassified to profit or loss						
	Income tax relating to item that will not be reclassified to profit and loss	-	-	-	-	-	-0.01
VII	Total comprehensive income (V+VI)	-23.90	-43.28	-48.30	-67.19	-132.00	-240.75
VIII	Paid-up equity share capital (face value of Rs. 10/- each)	600.00	600.00	600.00	600.00	600.00	600.00
IX	Other Equity (excluding Revaluation Reserves)						619.14
IX	Earnings per share (EPS) (not annualised)						
	(a) Basic (in Rs.)	-0.40	-0.72	-0.81	-1.12	-2.20	-4.01
	(b) Diluted (in Rs.)	-0.40	-0.72	-0.81	-1.12	-2.20	-4.01

Statement of Assets and Liabilities as at September 30, 2023

Particulars	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	456.23	499.22
Right-of-use assets	736.15	743.64
Capital work-in-progress	4.61	4.61
Financial assets		
Investments	18.72	18.72
Loans	0.50	0.41
Other financial assets	18.69	18.69
Other non-current assets	6.62	10.00
Total non-current assets	1,241.52	1,295.30
Current assets		
Inventories	116.69	116.69
Financial assets		
Trade and other receivables		
Cash and cash equivalents	2.29	100.17



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Bank balances other than (iii) above	818.37	54.38
Loans	0.70	1.68
Other financial assets	27.83	721.33
Other current assets	26.57	20.38
Total current assets	992.45	1,014.63
Total assets	2,233.97	2,309.93
EQUITY AND LIABILITIES		
Equity	600.00	600.00
Equity share capital	1,544.32	1,611.50
Other equity	2,144.32	2,211.50
Total equity		
LIABILITIES		
Non-current liabilities		
Financial Liabilities	-	-
Lease Obligation	-	-
Provisions	64.72	71.26
Deferred tax liabilities (net)	64.72	71.26
Total non-current liabilities		
Current liabilities		
Financial liabilities		
Trade payables	-	-
(A) due to micro enterprises and small enterprises; and	7.24	3.14
(B) due to other than micro enterprises and small enterprises	-	0.01
Lease Obligation	13.77	13.64
Other financial liabilities	0.44	1.10
Other current liabilities	3.48	9.28
Provisions	24.93	27.17
Total current liabilities	89.65	98.43
Total liabilities	2,233.97	2,309.93
Total equity and liabilities		

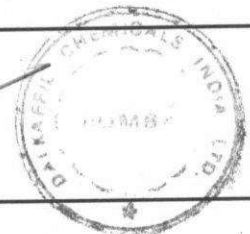
NOTES:

- The above results have been reviewed and recommended by the Audit Committee in its meeting held on November 3, 2023 and approved by the Board of Directors at its meeting held on November 3, 2023.
- The Financial Results have been limited reviewed by the Statutory Auditors as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- Figures for the quarters ended September 30, 2023 and March 31, 2023 as reported in these financial results are balancing figures between the audited figures in respect of the full financial year and published year to date reviewed figures upto third quarter of the relevant financial year.
- Due to manufacturing orders drying up and as a result, the costs becoming higher than the revenue, the company has incurred losses. To restrict any further erosion of capital due to the losses, the management has undertaken certain cost saving measures and discontinued certain services. The management decided to undertake a planned shutdown of the factory in 2021-22 so that the fixed cost of plant is saved. The manufacturing has been shut down from end of November, 2021 and certain workers/labourer were retrenched. The maintenance activities for the plant upkeep were continued so that as and when the plant restarts, the plant would be in desired condition for manufacturing. In the previous year, the trading activities are being prioritised and carried out so that the margins from trading can help in sustaining the other costs. The manufacturing operations will resume shortly and the capacity will be restored gradually once adequate sales orders are received. The company's liquidity position is very healthy and its liquid assets are far higher than its liabilities. In light of above and based on the detailed financial projections approved by the Board, the company does not envisage any threat to going concern status of the company and hence, the financial results have been prepared on going concern basis.
- The figures of the previous period(s) have been regrouped / reclassified wherever necessary.

For and on behalf of the Board

Managing Director

Place: Mumbai
Date: 3rd November, 2023



DAIKAFFIL CHEMICALS INDIA LIMITED

Statement of Cash Flows for the year ended on September 30, 2023

(₹ in Lakhs)

Particulars		For the year ended September 30, 2023	For the year ended March 31, 2023
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net (loss) before Tax and extraordinary items	-73.72	-266.88
	ADJUSTMENTS FOR :		
	Depreciation and amortisation expenses	45.26	121.46
	Finance Charge	130.09	0.66
	Profit on Sale of Assets	-	-
	Reversal of impairment of receivables	-7.68	-
	Sundry Balance written off	-	-0.28
	Unrealised Exchange gain/(loss)	-	-0.11
	Rent Concession	-	-6.33
	Interest Income	-32.52	-40.60
	OPERATING LOSS BEFORE WORKING CAPITAL CHANGES.	61.43	-192.07
	ADJUSTMENTS FOR :		
	Trade and other Receivables	-	14.22
	Inventories	-0.00	45.75
	Loans and Other Financial Assets	694.39	-721.88
	Item relating to Other Comprehensive Income	-	-
	Other Assets	-2.80	60.82
	Trade payable	4.10	-8.90
	Other Financial Liabilities	0.13	-6.45
	Other Liabilities and provisions	-136.56	-4.14
		559.25	-620.57
	Cash Generated from Operations	620.68	-812.64
	Direct Taxes (net off refund)	-	1.43
	NET CASH USED IN OPERATING ACTIVITIES (A)	620.68	-811.21
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase/(Sale) of Fixed Assets (Including Capital WIP)	12.90	-1.25
	Fixed Deposit Investment (net)	-763.98	17.75
	Interest on Fixed Deposits	32.52	40.60
	NET CASH FROM INVESTING ACTIVITIES (B)	-718.57	57.10
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Lease Rent Paid	-	-2.25
	NET CASH USED IN FINANCING ACTIVITIES (C)	-	-2.25
	NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	-97.88	-756.35
	CASH & CASH EQUIVALENTS COMPRISES OF:		
	Opening Balance at Beginning of the year	100.17	856.54
	Closing Balance at the End of the year	2.29	100.17
	NET INCREASE/ (DECREASE) IN CASH & CASH EQUIVALENTS	-97.88	-756.37

Notes:

1	Cash and Cash equivalents comprise of:		
	Cash on Hand	0.32	0.38
	Balance with Banks	1.97	99.80
	Cash and Cash equivalents	2.29	100.17
	Effect of unrealised foreign exchange(gain)/loss (net)	-	-
	Cash and Cash equivalents as restated	2.29	100.17
2	The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard 7 - "Statement of Cash Flows".		
3	Figures of the previous year have been regrouped / reclassified wherever necessary.		

