

Independent Auditor's Review Report on Standalone Unaudited Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**TO THE BOARD OF DIRECTORS OF
DCW Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of DCW Limited ("the Company") for the quarter and nine months ended December 31, 2024 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. 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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 results based on our review.
3. 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.
4. 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.

Emphasis of Matters

5. We draw attention to Note No.4 to the unaudited financial results for the quarter and nine months ended December 31, 2024, which describes the uncertainty related to the outcome of the petitions/appeals filed by the company in the matter of.
 - a. Electricity Tax demand of Rs. 5,491.45 lakhs on captive power generated and other matters during the period 2003 to 2022;



- b. Customs Duty demand of Rs. 3,164.60 lakhs of coal imported by the company during 2011 and 2012; and
- c. In the matter of re-possession notice issued by the State Government and demand of lease rent relating to land at Sahupuram Works for which the assignment deeds are still to be executed, the Hon'ble Madras High Court, Madurai Bench vide Order dt 26.2.2024 has set aside the order of the State Government directing repossession of the land and demand of lease rent and remanded back for fresh consideration. The High Court has also given direction to the revenue authorities to fix the land cost, within 6 months from the date of Order, depending upon the market value of the land as on the date of the Order. The determination of cost of land by the revenue authorities is pending. The company does not expect the outflow of resources to be material.

No provision has been made for the aforesaid demands in view of the factors stated in the said note.

Our conclusion is not modified in respect of these matters.

For V Sankar Aiyar & Co
Chartered Accountants
FRN 109208W



Asha Patel
Partner
M. No. 166048
UDIN: 25166048BMKNM69220



Place: Mumbai
Date: February 13, 2025



(Rs. In lakhs)

**STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND
NINE MONTHS ENDED 31ST DECEMBER 2024**

| PARTICULARS | QUARTER ENDED | | | NINE MONTHS ENDED | | YEAR ENDED |
|---|------------------|------------------|-------------------|--------------------|--------------------|--------------------|
| | 31.12.2024 | 30.09.2024 | 31.12.2023 | 31.12.2024 | 31.12.2023 | 31.03.2024 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| INCOME: | | | | | | |
| 1 Revenue from Operations | 47,417.46 | 48,873.72 | 39,777.28 | 1,46,243.60 | 1,24,990.19 | 1,87,158.98 |
| 2 Other income | 478.25 | 601.19 | 436.29 | 1,718.33 | 1,269.31 | 1,825.28 |
| 3 TOTAL INCOME | 47,895.71 | 49,474.91 | 40,213.57 | 1,47,961.93 | 1,26,259.50 | 1,88,984.26 |
| 4 EXPENSES: | | | | | | |
| a. Cost of materials consumed | 26,282.85 | 29,145.25 | 27,476.25 | 84,450.16 | 77,455.25 | 1,03,803.73 |
| b. Purchase of stock-in-trade | 101.75 | 630.17 | 1.49 | 1,796.18 | 1.49 | 250.38 |
| c. Changes in inventories of finished goods | (2,504.44) | (3,294.05) | (6,003.84) | (9,468.98) | (15,981.15) | (5,497.88) |
| d. Employee benefits expense | 4,283.10 | 4,166.84 | 3,526.79 | 12,981.14 | 11,437.64 | 15,172.38 |
| e. Finance costs | 1,623.42 | 1,838.26 | 1,800.93 | 5,147.69 | 5,359.05 | 7,350.73 |
| f. Depreciation | 2,529.00 | 2,483.97 | 2,367.22 | 7,468.37 | 6,934.88 | 9,379.24 |
| g. Other Expenses: | | | | | | |
| Power and Fuel | 7,982.25 | 8,057.76 | 7,902.40 | 24,688.00 | 25,588.62 | 33,733.78 |
| Other expenses | 5,572.98 | 6,624.60 | 4,934.14 | 18,037.92 | 15,275.54 | 22,142.52 |
| 5 TOTAL EXPENSES | 45,870.91 | 49,652.80 | 42,005.38 | 1,45,100.48 | 1,26,071.32 | 1,86,334.88 |
| 6 Profit / (Loss) before exceptional items and tax | 2,024.80 | (177.89) | (1,791.81) | 2,861.45 | 188.18 | 2,649.38 |
| 7 Exceptional items (Refer Note 3) | - | - | (110.56) | - | (110.56) | (115.21) |
| 8 Profit / (Loss) before tax | 2,024.80 | (177.89) | (1,902.37) | 2,861.45 | 77.62 | 2,534.17 |
| Tax Expense: | | | | | | |
| a. Current tax | 354.00 | (31.00) | (336.00) | 500.00 | 14.00 | 443.00 |
| b. Deferred tax | 328.49 | (22.28) | (334.04) | 470.95 | 30.88 | 525.21 |
| 9 TOTAL TAX EXPENSE | 682.49 | (53.28) | (670.04) | 970.95 | 44.88 | 968.21 |
| 10 Net Profit / (Loss) for the period | 1,342.31 | (124.61) | (1,232.33) | 1,890.50 | 32.74 | 1,565.96 |
| 11 Other Comprehensive Income | | | | | | |
| A i) Items that will not be reclassified to profit or loss | - | - | - | - | - | (28.09) |
| Actuarial gain / (loss) on employee defined benefit fund recognised in Other Comprehensive Income | | | | | | |
| A ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | 9.82 |
| B i) Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| B ii) Income tax relating to items that will be reclassified to profit or loss | - | - | - | - | - | - |
| Total Other Comprehensive Income | - | - | - | - | - | (18.27) |
| 12 Total Comprehensive Income | 1,342.31 | (124.61) | (1,232.33) | 1,890.50 | 32.74 | 1,547.69 |
| 13 Paid-up equity share capital (Face value of Rs. 2/- each) | 5,903.10 | 5,903.10 | 5,903.10 | 5,903.10 | 5,903.10 | 5,903.10 |
| 14 Earnings per share (in Rs.) | | | | | | |
| Basic | 0.45 | (0.04) | (0.42) | 0.64 | 0.01 | 0.53 |
| Diluted | 0.45 | (0.04) | (0.42) | 0.64 | 0.01 | 0.53 |
| * Not annualised | * | * | * | * | * | * |



DCW LIMITED

HEAD OFFICE :

"NIRMAL" 3RD FLOOR, NARIMAN POINT, MUMBAI-400 021.

TEL : 4957 3000, 4957 3001

REGISTERED OFFICE : DHRANGADHRA - 363 315 (GUJRAT STATE)

Email ho@dcw ltd.com, Website: www.dcw ltd.com, CIN-L24110GJ1939PLC000748





(Rs. In lakhs)

UN-AUDITED SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2024

| PARTICULARS | QUARTER ENDED | | | NINE MONTHS ENDED | | YEAR ENDED |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | 31.12.2024 | 30.09.2024 | 31.12.2023 | 31.12.2024 | 31.12.2023 | 31.03.2024 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| i Segment Revenue : (Gross Income) | | | | | | |
| a. Soda Ash | 5,788.46 | 5,878.54 | 6,056.65 | 17,561.32 | 17,650.45 | 23,590.62 |
| b. Caustic Soda | 14,058.58 | 10,988.25 | 7,519.49 | 35,860.89 | 31,173.08 | 56,114.87 |
| c. Synthetic Iron Oxide Pigments | 4,787.19 | 5,690.60 | 3,820.41 | 15,327.55 | 9,727.81 | 16,485.42 |
| d. PVC | 15,039.56 | 17,259.78 | 17,068.05 | 51,813.75 | 51,021.13 | 69,136.08 |
| e. CPVC | 7,551.20 | 8,702.60 | 5,081.77 | 24,745.85 | 14,155.52 | 20,329.08 |
| f. Others / Unallocated | 192.47 | 353.95 | 230.91 | 934.24 | 1,262.20 | 1,502.91 |
| Gross Revenue from operation | 47,417.46 | 48,873.72 | 39,777.28 | 1,46,243.60 | 1,24,990.19 | 1,87,158.98 |
| ii Segment Results : (Profit before Interest, Tax & Exceptional Items) | | | | | | |
| a. Soda Ash | 120.46 | 48.01 | 272.21 | (146.09) | 675.36 | 964.51 |
| b. Caustic Soda | (96.13) | (1,009.03) | (1,348.60) | (3,148.46) | (1,525.84) | (1,034.89) |
| c. Synthetic Iron Oxide Pigments | 1,434.67 | 1,521.64 | 880.16 | 4,159.83 | 2,039.91 | 3,599.00 |
| d. PVC | (40.32) | (1,195.90) | (1,152.15) | (95.35) | (244.55) | (143.66) |
| e. CPVC | 2,245.27 | 2,163.12 | 1,339.75 | 6,943.92 | 3,907.72 | 5,906.77 |
| f. Others | (15.73) | 132.53 | 17.75 | 295.29 | 694.63 | 708.38 |
| Total : | 3,648.22 | 1,660.37 | 9.12 | 8,009.14 | 5,547.23 | 10,000.11 |
| Less : Interest | 1,623.42 | 1,838.26 | 1,800.93 | 5,147.69 | 5,359.05 | 7,350.73 |
| Add : Exceptional Items | - | - | (110.56) | - | (110.56) | (115.21) |
| TOTAL PROFIT BEFORE TAX | 2,024.80 | (177.89) | (1,902.37) | 2,861.45 | 77.62 | 2,534.17 |
| iii Capital Employed (Segment Assets) | | | | | | |
| a. Soda Ash | 31,248.18 | 31,594.45 | 33,455.66 | 31,248.18 | 33,455.66 | 31,497.53 |
| b. Caustic Soda | 67,200.24 | 65,599.05 | 72,106.15 | 67,200.24 | 72,106.15 | 59,841.53 |
| c. Synthetic Iron Oxide Pigments | 42,516.66 | 41,952.73 | 44,120.99 | 42,516.66 | 44,120.99 | 43,876.42 |
| d. PVC | 16,485.58 | 18,411.57 | 18,213.19 | 16,485.58 | 18,213.19 | 16,530.50 |
| e. CPVC | 35,974.48 | 33,014.64 | 33,006.29 | 35,974.48 | 33,006.29 | 32,274.60 |
| f. Others | 34,405.28 | 27,148.65 | 22,827.18 | 34,405.28 | 22,827.18 | 23,903.01 |
| Total : | 2,27,830.42 | 2,17,721.09 | 2,23,729.46 | 2,27,830.42 | 2,23,729.46 | 2,07,923.59 |
| iii Capital Employed (Segment Liabilities) | | | | | | |
| a. Soda Ash | 3,911.58 | 4,183.48 | 3,779.56 | 3,911.58 | 3,779.56 | 3,006.31 |
| b. Caustic Soda | 15,366.92 | 12,709.72 | 10,877.79 | 15,366.92 | 10,877.79 | 10,509.68 |
| c. Synthetic Iron Oxide Pigments | 3,931.89 | 3,287.99 | 2,799.44 | 3,931.89 | 2,799.44 | 3,140.50 |
| d. PVC | 27,328.65 | 32,514.00 | 32,802.87 | 27,328.65 | 32,802.87 | 28,535.47 |
| e. CPVC | 6,534.56 | 4,114.30 | 3,702.43 | 6,534.56 | 3,702.43 | 2,990.47 |
| f. Others | 15,329.27 | 10,391.43 | 4,703.22 | 15,329.27 | 4,703.22 | 5,574.22 |
| Total : | 72,402.87 | 67,200.92 | 58,665.31 | 72,402.87 | 58,665.31 | 53,756.65 |



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NOTES :

- 1 The above financial results are drawn in accordance with the accounting policies consistently followed by the Company. The results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 13, 2025. The Statutory Auditors of the Company have carried out the Limited Review of the aforesaid results.
- 2 The results for the quarter and nine months ended December 31, 2024 are in compliance with IND-AS as prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended).
- 3 Exceptional items for the year ended March 31, 2024 represent provision for the Loss of stock in the floods at Sahupuram unit after netting off of insurance claim receivable.
- 4 In the matter of:
 - A. Tamil Nadu Electricity Tax demand of Rs. 5,491.45 lakhs in respect of captive power generated at Sahupuram unit for the period 2003 to 2022, the Company has been legally advised and is hopeful of favourable outcome before the Supreme Court on the invalidity of and the retrospective application of the Amending Act of 2003 and in the writ petition filed before the Hon'ble Madras High Court. No provision is considered necessary by the management for the Electricity tax demand.
 - B. In respect of demand of differential duty of Customs of Rs. 3,164.60 lakhs in respect of coal imports in earlier years the Company has been legally advised that it has the fair chance of success before CESTAT. Accordingly no provision has been made in the accounts.
 - C. In the matter of re-possession notice issued by the State Government and demand of lease rent relating to land at Sahupuram works for which the assignment deeds are still to be executed, the Hon'ble Madras High Court, Madurai Bench vide Order dt 26.2.2024 has set aside the order of the State Government and remanded back for fresh consideration. The High Court has also given direction to the revenue authorities to fix the land cost, within 6 months from the date of Order, depending upon the market value of the land as on the date of the Order and considering the fact that the company has made huge investments in the said lands believing the words of the Government in G.O. Ms. No.76 Revenue Department dt. 7.1.1959. The company is hopeful of getting the ownership of the land transferred in its name as per Sec.53A of the Transfer of Property Act. Accordingly, the said land is continued to be treated as "freehold". The determination of cost of land by the revenue authorities is pending. The company does not expect the outflow of resources to be material.
- 5 Section 115BAA in the Income Tax Act 1961 ("Act") provides a non-reversible option to domestic companies to pay corporate tax at a reduced rate effective from 1st April 2019 subject to certain conditions. The company has assessed the applicability of the Act and opted to continue the existing normal tax rate for the quarter and nine months ended 31st December 2024.
- 6 The Deferred Tax provision is net off MAT Credit available for carry forward.
- 7 The Company holds 28.96% in Kaze Renewables Private Limited (KRPL) as at December 31,2024. By virtue of the said investment in KRPL, it is deemed to be an associate company in terms of Section 2(6) of the Companies Act, 2013. However, since the company does not exercise significant influence or control on decisions of the investee, KRPL is not construed as an associate company in terms of the Indian Accounting Standard (Ind AS) 28 on Investments in Associates and Joint Ventures. Therefore, the preparation of consolidated financial results is not required.
- 8 The Board in its meeting held on February 13,2025 has considered and approved the Scheme of Amalgamation under Section 232 read with Section 230 and 66 of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013 ("The Act") and Rules & Regulations framed thereunder between Dhrangadhara Trading Company Private Limited ("Transferor Company 1" or "DTCPL") and Sahu Brothers Private Limited ("Transferor Company 2" or "SBPL") and DCW Limited ("Transferee Company" or "DCW") and their respective shareholders (the "Scheme"), which inter alia provides for amalgamation of the Transferor Companies with the Transferee Company on a going concern basis and in consideration thereof, DCW will issue 12,80,500 fully paid equity shares of INR 2/- each to the Equity Shareholders of DTCPL in proportion to their holdings in DTCPL and 5,24,59,860 fully paid equity shares of INR 2/- each to the Equity Shareholders of SBPL in proportion to their holdings in SBPL, in lieu of the same number of equity shares namely 12,80,500 and 5,24,59,860 respectively, held by the said transferor companies in DCW before amalgamation. The Scheme is subject to receipt of approval from the statutory, regulatory and customary approvals, including approvals from Stock Exchanges, National Company Law Tribunal and the shareholders of the companies involved in the Scheme and the company is in the process of seeking the same.

For and on behalf of the Board of Directors



Place : Mumbai
Dated : 13th February, 2025

Bakul Jain
Chairman & Managing Director
DIN : 00380256

DCW LIMITED - Manufacturers of CHEMICALS THAT MAKE INDUSTRIES HUM
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Email: info@dcwlimited.com, Website: www.dcwlimited.com, CIN-L24100GJ1888PLC000740