



**FAIRCHEM**

A FAIRFAX COMPANY

Date: February 05, 2019.

# FAIRCHEM SPECIALITY LIMITED

Works : 253/P & 312, Village -Chekhala, Sanand - Kadi Highway,

Taluka : Sanand, Dist.: Ahmedabad 382 115. INDIA.

Phone (Board Nos.) : +91 90163 24095 / +91 94099 58550

E-mail : info@fairchem.in, comm@fairchem.in

CIN : L15140MH1985PLC286828

Website : www.fairchem.in

To,  
**National Stock Exchange of India Ltd.,**  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-kurla Complex, Bandra (E)  
Mumbai – 400 051.

To,  
**Department of Corporate Services,**  
**BSE Limited,**  
Phiroze Jeejeebhoy Towers, Dalal Street,  
Mumbai - 400 001.

**Ourselves: : BSE Code: 530117 and NSE Symbol: 'FAIRCHEM'**

Dear Sirs,

**Sub.: Outcome of the meeting of the Board of Directors held on February 05, 2019 pursuant to Regulation 30 & 33(3) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.**

With reference to above, we wish to inform you that we have placed on BSE Listing Centre (for BSE) and NEAPS (for NSE), the following as required under Regulation 30 and 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

1. Statement in prescribed format (Annexure I) containing Standalone and Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2018,
2. Two Separate Reports dated February 05, 2019 of M/s. Price Waterhouse & Co Chartered Accountants LLP, Chartered Accountants, Statutory Auditors of the Company on Limited Review of (i) Standalone and (ii) Consolidated Financial Results for the quarter & nine months ended December 31, 2018.
3. Incorporation of wholly owned subsidiary company as 'Public Limited Company' and to make initial investment up to Rs. 1,00,000/- by way of subscription to Equity Share Capital of the said proposed subsidiary company

These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their Meetings held today.

Please find the above in order and take the same on your record.

Thanking you,

For Fairchem Speciality Limited,

Rajen Jhaveri  
Chief Financial Officer & Company Secretary  
Encl. : As above



FAIRCHEM SPECIALITY LIMITED

Regd. Office: 324, Dr. D.N. Road, Fort, Mumbai - 400001

Works & Office : 253/P & 312, Village Chekhala, Sanand - Kadi Highway, Taluka Sanand, Dist. Ahmedabad - 382 115, Gujarat, INDIA

Ph.: +91 - 90163 24095, +91 - 94099 58550, Email Id: cs@fairchem.in; Website: www.fairchem.in

CIN: L15140MH1985PLC286828

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

|      |  | (Rs. In Lakhs)             |                            |                            |                            |                            |                          |
|------|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|--------------------------|
|      |  | 3 Months ended             |                            |                            | Nine Months ended          |                            | Year ended               |
|      |  | 31-Dec-2018<br>(Unaudited) | 30-Sep-2018<br>(Unaudited) | 31-Dec-2017<br>(Unaudited) | 31-Dec-2018<br>(Unaudited) | 31-Dec-2017<br>(Unaudited) | 31-Mar-2018<br>(Audited) |
| I    | <b>Income</b>  |                            |                            |                            |                            |                            |                          |
|      | Revenue from Operations  | 7,428.10                   | 5,364.76                   | 5,848.93                   | 19,080.58                  | 18,272.32                  | 24,283.77                |
| II   | Other Income   | 3.29                       | 395.35                     | 0.48                       | 434.19                     | 251.51                     | 270.35                   |
| III  | <b>Total Income (I + II)</b>                                       | <b>7,431.39</b>            | <b>5,760.11</b>            | <b>5,849.41</b>            | <b>19,514.77</b>           | <b>18,523.83</b>           | <b>24,554.12</b>         |
| IV   | <b>Expenses</b>  |                            |                            |                            |                            |                            |                          |
|      | Cost of materials consumed   | 4,966.97                   | 3,124.54                   | 4,036.95                   | 12,940.72                  | 11,924.53                  | 15,857.14                |
|      | Changes in Inventories of Finished Goods and Work-in-Progress      | (79.13)                    | 388.68                     | (140.28)                   | (276.79)                   | (49.65)                    | 6.94                     |
|      | Excise Duty  | -                          | -                          | -                          | -                          | 650.87                     | 650.87                   |
|      | Employee benefits expense  | 368.83                     | 383.53                     | 328.51                     | 1,135.92                   | 971.04                     | 1,297.05                 |
|      | Finance costs  | 145.53                     | 142.64                     | 129.19                     | 432.46                     | 412.86                     | 575.57                   |
|      | Power and Fuel   | 509.35                     | 362.74                     | 388.25                     | 1,311.33                   | 1,218.93                   | 1,605.31                 |
|      | Depreciation and Amortisation expenses                             | 142.64                     | 130.55                     | 119.64                     | 401.73                     | 350.62                     | 494.91                   |
|      | Other Expenses   | 414.52                     | 375.58                     | 316.41                     | 1,111.21                   | 1,033.35                   | 1,484.34                 |
|      | <b>Total expenses</b>  | <b>6,468.71</b>            | <b>4,908.26</b>            | <b>5,178.67</b>            | <b>17,056.58</b>           | <b>16,512.55</b>           | <b>21,972.13</b>         |
| V    | <b>Profit Before Tax (III - IV)</b>                                | <b>962.68</b>              | <b>851.85</b>              | <b>670.74</b>              | <b>2,458.19</b>            | <b>2,011.28</b>            | <b>2,581.99</b>          |
| VI   | <b>Tax expense</b>   |                            |                            |                            |                            |                            |                          |
|      | Current Tax  | 256.85                     | 89.96                      | 194.09                     | 518.28                     | 489.55                     | 573.23                   |
|      | Deferred Tax   | 36.82                      | 50.51                      | 62.35                      | 103.90                     | 141.36                     | 69.07                    |
| VII  | <b>Profit for the period after tax (V - VI)</b>                    | <b>669.01</b>              | <b>711.38</b>              | <b>414.30</b>              | <b>1,836.01</b>            | <b>1,380.37</b>            | <b>1,939.69</b>          |
| VIII | <b>Other Comprehensive Income (OCI)</b>                            | (7.77)                     | 3.35                       | (12.55)                    | (13.94)                    | (37.66)                    | (0.58)                   |
| IX   | <b>Total Comprehensive Income (VII + VIII)</b>                     | <b>661.24</b>              | <b>714.73</b>              | <b>401.75</b>              | <b>1,822.07</b>            | <b>1,342.71</b>            | <b>1,939.11</b>          |
| X    | Paid - up Equity Share Capital (Face Value of Rs. 10/- each)       | 3,906.27                   | 3,906.27                   | 3,760.98                   | 3,906.27                   | 3,760.98                   | 3,760.98                 |
| XI   | Earning Per Share (EPS) of Rs. 10/- each (Not annualised) (In Rs.) |                            |                            |                            |                            |                            |                          |
|      | Basic  | 1.71                       | 1.82                       | 1.06                       | 4.70                       | 3.53                       | 4.97                     |
|      | Diluted  | 1.71                       | 1.82                       | 1.06                       | 4.70                       | 3.53                       | 4.97                     |

For Fairchem Speciality Limited

Nahoosh Jariwala  
Managing Director

For Fairchem Speciality Limited

Mahesh Babani  
Managing Director



**Notes:**

1. The above Standalone financial results are prepared in compliance with Indian Accounting Standards ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
2. 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 approved by the Board of Directors at their meeting held on 5<sup>th</sup> February, 2019. The Statutory Auditors have performed limited review of Company's standalone unaudited financial results for the quarter and nine months ended 31<sup>st</sup> December, 2018.
3. The Company is engaged in the business 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.
4. Other Income for the nine months ended 31<sup>st</sup> December, 2018 and 31<sup>st</sup> December, 2017 includes dividend on equity shares received from Privi Organics India Ltd., a wholly owned subsidiary of the company, of Rs. 375.00 Lakhs and Rs. 250.00 lakhs respectively;
5. The Company has adopted Ind AS 115 'Revenue from Contracts with Customers' w.e.f. 1<sup>st</sup> April, 2018. The adoption of this standard does not have any material impact to the standalone financial results of the Company.
6. Goods and Service Tax (GST) which was effective from 1<sup>st</sup> July, 2017 has replaced excise duty and certain other indirect taxes. In accordance with the requirements of Ind AS, revenue from operations up to 30<sup>th</sup> June, 2017 is inclusive of Excise Duty and revenue from operations from 1<sup>st</sup> July, 2017 is net of GST. Accordingly, the adjusted revenue from operations (i.e. net of GST and excise duty, as applicable) for comparable purpose is as under:

| Particulars   | 3 Months ended |             |             | Nine Months ended |             | Year ended  |
|---|----------------|-------------|-------------|-------------------|-------------|-------------|
|   | 31-Dec-2018    | 30-Sep-2018 | 31-Dec-2017 | 31-Dec-2018       | 31-Dec-2017 | 31-Mar-2018 |
| Revenue from Operations (Net of GST and Excise Duty, as applicable) | 7,428.10       | 5,364.76    | 5,848.93    | 19,080.58         | 17,621.45   | 23,632.90   |

7. The figures for the corresponding and comparative previous periods 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 and nine months ended 31<sup>st</sup> December, 2018 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) or 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: February 5, 2019

Nahoosh Jariwala  
Managing Director  
(DIN : 00012412)

Mahesh Babani  
Managing Director  
(DIN : 00051162)

For Fairchem Speciality Limited



Nahoosh Jariwala  
Managing Director

For Fairchem Speciality Limited



Mahesh Babani  
Managing Director

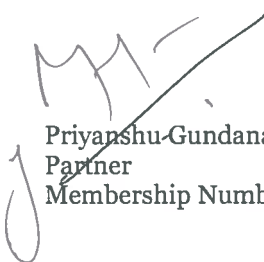


# Price Waterhouse & Co Chartered Accountants LLP

The Board of Directors  
Fairchem Speciality Limited  
324, Dr. D.N. Road, Fort,  
Mumbai - 400001

1. We have reviewed the unaudited financial results of Fairchem Speciality Limited (the "Company") for the quarter ended December 31, 2018 which are included in the accompanying 'Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2018' (the "Statement"). The Statement has been prepared by the Company 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 the Board of Directors. 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 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 the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 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.

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



Priyanshu Gundana  
Partner  
Membership Number: 109553

Place: Mumbai  
Date: February 5, 2019

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)  
Mumbai - 400 028  
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

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)



## FAIRCHEM SPECIALITY LIMITED

Regd. Office: 324, Dr. D.N. Road, Fort, Mumbai - 400001

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Ph.: +91 - 90163 24095, +91 - 94099 58550, Email Id: cs@fairchem.in; Website: www.fairchem.in

CIN: L15140MH1985PLC286828

## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

|      |  | (Rs. In Lakhs)             |                            |                            |                            |                            |  |
|------|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|--|
|      |  | 3 Months ended             |                            |                            | Nine Months ended          |                            | Year ended                               |
|      |  | 31-Dec-2018<br>(Unaudited) | 30-Sep-2018<br>(Unaudited) | 31-Dec-2017<br>(Unaudited) | 31-Dec-2018<br>(Unaudited) | 31-Dec-2017<br>(Unaudited) | 31-Mar-2018<br>(Audited)<br>Refer Note 9 |
| I    | <b>Income</b>  |                            |                            |                            |                            |                            |  |
|      | Revenue from Operations  | 37,822.98                  | 28,232.75                  | 27,221.22                  | 89,949.17                  | 72,408.18                  | 103,950.78                               |
| II   | Other Income   | 15.55                      | 72.21                      | 469.49                     | 139.61                     | 1,198.34                   | 1,600.46                                 |
| III  | <b>Total Income (I + II)</b>                                       | <b>37,838.53</b>           | <b>28,304.96</b>           | <b>27,690.71</b>           | <b>90,088.78</b>           | <b>73,606.52</b>           | <b>105,551.24</b>                        |
| IV   | <b>Expenses</b>  |                            |                            |                            |                            |                            |  |
|      | Cost of materials consumed   | 26,916.97                  | 23,206.00                  | 14,937.79                  | 65,862.15                  | 45,371.92                  | 63,323.71                                |
|      | Changes in Inventories of Finished Goods and Work-in-Progress      | (1,924.16)                 | (5,593.32)                 | 3,393.63                   | (7,928.28)                 | 1,297.18                   | 2,934.15                                 |
|      | Excise Duty  | -                          | -                          | -                          | -                          | 1,520.70                   | 1,520.70                                 |
|      | Employee benefits expense  | 1,677.82                   | 1,563.04                   | 1,460.39                   | 4,912.32                   | 4,128.51                   | 5,680.87                                 |
|      | Finance costs  | 737.66                     | 615.14                     | 552.57                     | 1,884.89                   | 1,797.03                   | 2,393.99                                 |
|      | Power and Fuel   | 1,936.42                   | 1,680.82                   | 1,829.86                   | 5,112.37                   | 5,085.56                   | 6,964.38                                 |
|      | Depreciation and Amortisation expenses                             | 1,186.82                   | 1,152.07                   | 1,045.84                   | 3,481.98                   | 3,129.27                   | 4,330.90                                 |
|      | Other Expenses   | 2,934.03                   | 4,399.05                   | 2,749.02                   | 9,553.47                   | 7,138.97                   | 10,506.93                                |
|      | <b>Total expenses</b>  | <b>33,465.56</b>           | <b>27,022.80</b>           | <b>25,969.10</b>           | <b>82,878.90</b>           | <b>69,469.14</b>           | <b>97,655.63</b>                         |
| V    | <b>Profit before exceptional item &amp; tax (III - IV)</b>         | <b>4,372.97</b>            | <b>1,282.16</b>            | <b>1,721.61</b>            | <b>7,209.88</b>            | <b>4,137.38</b>            | <b>7,895.61</b>                          |
| VI   | <b>Exceptional Income / (Expenses) (Refer Note 8)</b>              | <b>6,134.90</b>            | <b>(238.61)</b>            | <b>-</b>                   | <b>(1,054.13)</b>          | <b>-</b>                   | <b>-</b>                                 |
| VII  | <b>Profit before Tax (V + VI)</b>                                  | <b>10,507.87</b>           | <b>1,043.55</b>            | <b>1,721.61</b>            | <b>6,155.75</b>            | <b>4,137.38</b>            | <b>7,895.61</b>                          |
| VIII | <b>Tax expense</b>   |                            |                            |                            |                            |                            |  |
|      | Current Tax  | 1,433.14                   | 160.05                     | 400.00                     | 1,812.67                   | 1,086.71                   | 1,907.04                                 |
|      | Deferred Tax   | 2,047.24                   | 309.82                     | 247.76                     | 200.71                     | 390.78                     | 653.39                                   |
| IX   | <b>Profit for the period after tax (VII - VIII)</b>                | <b>7,027.49</b>            | <b>573.68</b>              | <b>1,073.85</b>            | <b>4,142.37</b>            | <b>2,659.89</b>            | <b>5,335.18</b>                          |
| X    | <b>Other Comprehensive Income (OCI)</b>                            | (87.91)                    | 57.73                      | (2.59)                     | 3.91                       | (41.32)                    | 3.74                                     |
| XI   | <b>Total Comprehensive Income (IX + X)</b>                         | <b>6,939.58</b>            | <b>631.41</b>              | <b>1,071.26</b>            | <b>4,146.28</b>            | <b>2,618.57</b>            | <b>5,338.92</b>                          |
| XII  | Paid -up Equity Share Capital (Face Value of Rs. 10/- each)        | 3,906.27                   | 3,906.27                   | 3,760.98                   | 3,906.27                   | 3,760.98                   | 3,760.98                                 |
| XIII | Earning Per Share (EPS) of Rs. 10/- each (Not annualised) (In Rs.) |                            |                            |                            |                            |                            |  |
|      | Basic  | 17.99                      | 1.47                       | 2.75                       | 10.60                      | 6.81                       | 13.66                                    |
|      | Diluted  | 17.99                      | 1.47                       | 2.75                       | 10.60                      | 6.81                       | 13.66                                    |

For Fairchem Speciality Limited

  
**Nahoosh Jariwala**  
**Managing Director**

For Fairchem Speciality Limited

  
**Mahesh Babani**  
**Managing Director**


**Notes:**

- The above Consolidated financial results are prepared in compliance with Indian Accounting Standard ("Ind AS") as notified under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- The Company has opted to publish Standalone as well as Consolidated Financial Results. The above Consolidated financial results for the quarter and nine months ended December 31, 2018 comprise the results of Fairchem Speciality Limited (the "Company"), Privi Organics India Limited (POIL) (Wholly owned Subsidiary Company), Privi Biotechnologies Private Limited (Wholly owned Subsidiary of POIL) and Privi Organics USA Corporation (Wholly owned Subsidiary of POIL).
- The Company and its subsidiaries are engaged in the business of speciality chemicals viz. Oleo Chemicals and Intermediate Neutraceuticals and Aroma chemicals. As such the company and its subsidiary's business falls within a single business segment of Speciality Chemicals, in context of Ind AS 108 - Operating Segments.
- 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 5<sup>th</sup> February, 2019. The Statutory Auditors have performed limited review of Company's consolidated unaudited financial results for the quarter and nine months ended 31<sup>st</sup> December, 2018;
- The Company and its subsidiaries have adopted Ind AS 115 'Revenue from Contracts with Customers' w.e.f. 1<sup>st</sup> April, 2018. The adoption of this standard does not have any material impact to the consolidated financial results of the Company.
- Goods and Service Tax (GST) which was effective from 1<sup>st</sup> July, 2017 has replaced excise duty and certain other indirect taxes. In accordance with the requirements of Ind AS, revenue from operations up to 30<sup>th</sup> June, 2017 is inclusive of Excise Duty and revenue from operation from 1<sup>st</sup> July, 2017 is net of GST. Accordingly, the adjusted revenue from operations (i.e. net of GST and excise duty, as applicable) for comparable purpose is as under:

| Particulars   | 3 Months ended |             |             | Nine Months ended |             | (Rs. In Lakhs)            |
|---|----------------|-------------|-------------|-------------------|-------------|---------------------------|
|   | 31-Dec-2018    | 30-Sep-2018 | 31-Dec-2017 | 31-Dec-2018       | 31-Dec-2017 | Year ended<br>31-Mar-2018 |
| Revenue from Operations (Net of GST and Excise Duty, as applicable) | 37,822.98      | 28,232.75   | 27,221.22   | 89,949.17         | 70,887.48   | 102,430.08                |

- The figures for the corresponding and comparative previous periods have been regrouped/ rearranged, wherever necessary, to conform to the classification of the current period.
- On April 26, 2018 a major fire broke out at the Privi Organics India Limited's (POIL) Unit 2 Plant located at MIDC, Mahad. There had been loss to assets comprising of Inventories, Buildings, Plant and Machinery and other Fixed Assets etc., which were adequately insured including coverage towards loss of profit and replacement cost of fixed assets. As per POIL Management's best estimate, the book value of the assets lost due to fire including incidental cost is Rs. 52.15 Lakhs and Rs. 7,241.18 Lakhs for the quarter and nine months ended December 31, 2018 respectively, which has been debited to the statement of profit and loss and disclosed as an exceptional Item. As per the requirements of the accounting standards, POIL has, during the quarter, realized Rs. 6,187.05 lakhs claim from the Insurance companies which has been adjusted under exceptional items, reflecting net amount of Rs. 1,054.13 lakhs. Further, subsequent to the quarter ended December 31, 2018, POIL has received additional on-account amount of Rs. 2,000.00 Lakhs from the Insurance Company.
- Stamp duty and related costs aggregating Rs. 459.71 Lakhs (net of tax) with respect to the transfer of the immovable assets of the aroma chemical business of Privi Organics Limited to Privi Organics India Limited (POIL) effective for the period 31st March, 2017 had not been appropriately accrued in that year. Accordingly, as per Ind AS 8, POIL has now restated profit for the period ended 31st March, 2017 and corresponding reserves and surplus as at 31st March, 2018 and 31st March, 2017. This does not impact the profit/ loss for the current quarter/ period.
- Summary of key **standalone** financial results are as follows.

| Particulars             | 3 Months ended |             |             | Nine Months ended |             | (Rs. In Lakhs)            |
|-------------------------|----------------|-------------|-------------|-------------------|-------------|---------------------------|
|                         | 31-Dec-2018    | 30-Sep-2018 | 31-Dec-2017 | 31-Dec-2018       | 31-Dec-2017 | Year ended<br>31-Mar-2018 |
| Revenue from Operations | 7,428.10       | 5,364.76    | 5,848.93    | 19,080.58         | 18,272.32   | 24,283.77                 |
| Profit before tax       | 962.68         | 851.85      | 670.74      | 2,458.19          | 2,011.28    | 2,581.99                  |
| Profit after tax        | 669.01         | 711.38      | 414.30      | 1,836.01          | 1,380.37    | 1,939.69                  |

- Investors can view the unaudited financial results of the company for the quarter and nine months ended 31<sup>st</sup> December, 2018 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) or 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: February 5, 2019

**Nahoosh Jariwala**  
Managing Director  
(DIN : 00012412)

**Mahesh Babani**  
Managing Director  
(DIN : 00051162)

**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 - 400001

1. We have reviewed the unaudited consolidated financial results of Fairchem Speciality Limited (the "Company") and its subsidiaries, (hereinafter referred to as the "Group") (refer Note 2 on the Statement) for the quarter ended December 31, 2018 which are included in the accompanying 'Statement of unaudited consolidated financial results for the quarter and nine months ended December 31, 2018' (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. 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 three subsidiaries considered in the preparation of the Statement and which constitute total revenue of Rs. 30,419.64 lakhs and Rs. 70,999.01 lakhs and total comprehensive income [comprising of profit/(loss) and other comprehensive income/(loss)] of Rs. 6,278.34 and Rs. 2,699.21 for the quarter and nine months then ended respectively. 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 the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 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.
6. We draw your attention to the following paragraph included in the review report on the consolidated financial results of Privi Organics India Limited (a subsidiary of the Company) and its subsidiaries, issued by another firm of Chartered Accountants vide its report dated February 5, 2019:

"We draw attention to Note 4 to the financial results, which describes the effect of a fire in the Company. Our opinion is not modified in respect of this matter."

[Note 4 as described above is reproduced as note 8 to the consolidated financial results.]

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

  
Priyanshu Gundana  
Partner

Membership Number: 109553

Place: Mumbai  
Date: February 5, 2019

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

T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

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)