ORIENTAL CARBON & CHEMICALS LIMITED

[Corporate Identity Number (CIN) - L24297WB1978PLC031539]
Regd. Office : "**Duncan House**", 31, Netaji Subhas Road, Kolkata - 700 001
☎ : 091-033-2230-6831/6832, Fax No. : 091-033-22434772
E-mail : occl@cal2.vsnl.net.in, occlkol@gmail.com, Website : www.occlindia.com

11th February 2016

The Secretary
The Calcutta Stock Exchange Ltd.
7 Lyons Range
Kolkata-700 001

The Manager
BSE Limited
Department of Corporate Services
Floor 25, P. J. Towers, Dalal Street
Mumbai – 400 001
Fax No. 022-2272-3121/1278/1557/3354
Email: corp.relations@bseindia.com

The Manager
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E)
Mumbai – 400 051
Fax No. 022-2659-8237/8238/8347/8348
Email: cmlist@nse.co.in

Dear Sir/Madam,

Re: Revised Investor Presentation for the nine months ended 31st December, 2015

Pursuant to the provision of the Listing Regulations, 2015 enclosed please find herewith a copy of the Investor Presentation for the nine months ended 31st December, 2015.

Please ignore our earlier Presentation submit to the Stock Exchanges.

Thanking you,

Yours Faithfully,
ORIENTAL CARBON & CHEMICALS LTD.

Oriental Carbon & Chemicals Ltd. Kolkata

Pranab Kumar Maity
Company Secretary &
Senior Manager-Legal

Encl: As above.

ORIENTAL CARBON & CHEMICALS LTD

Investor Presentation – February 2016

Safe Harbor

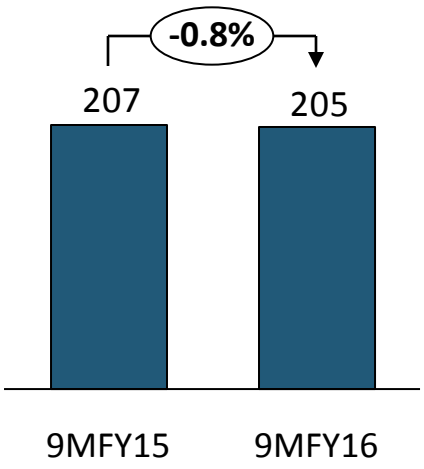
This presentation and the accompanying slides (the "Presentation"), which have been prepared by Oriental Carbon & Chemicals Limited (the "Company"), have been prepared solely for information purposes and do not constitute any offer, recommendation or invitation to purchase or subscribe for any securities, and shall not form the basis or be relied on in connection with any contract or binding commitment what so ever. No offering of securities of the Company will be made except by means of a statutory offering document containing detailed information about the Company.

This Presentation has been prepared by the Company based on information and data which the Company considers reliable, but the Company makes no representation or warranty, express or implied, whatsoever, and no reliance shall be placed on, the truth, accuracy, completeness, fairness and reasonableness of the contents of this Presentation. This Presentation may not be all inclusive and may not contain all of the information that you may consider material. Any liability in respect of the contents of, or any omission from, this Presentation is expressly excluded.

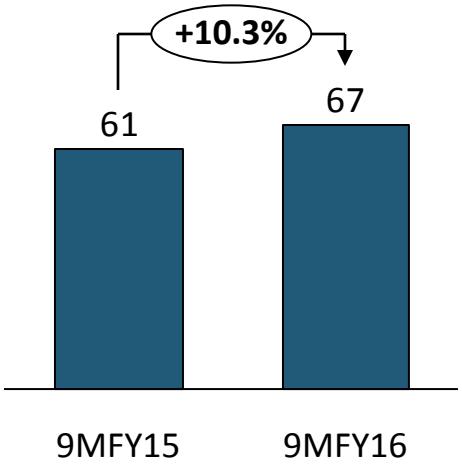
Certain matters discussed in this Presentation may contain statements regarding the Company's market opportunity and business prospects that are individually and collectively forward-looking statements. Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict. These risks and uncertainties include, but are not limited to, the performance of the Indian economy and of the economies of various international markets, the performance of the industry in India and world-wide, competition, the company's ability to successfully implement its strategy, the Company's future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company's market preferences and its exposure to market risks, as well as other risks. The Company's actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this Presentation. The Company assumes no obligation to update any forward-looking information contained in this Presentation. Any forward-looking statements and projections made by third parties included in this Presentation are not adopted by the Company and the Company is not responsible for such third party statements and projections.

Highlights: 9M FY16 Performance

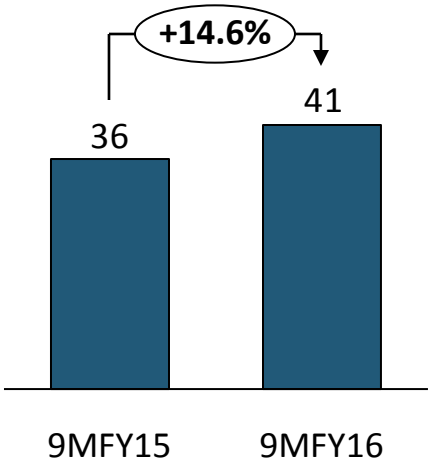
Revenue (Rs. Crs)



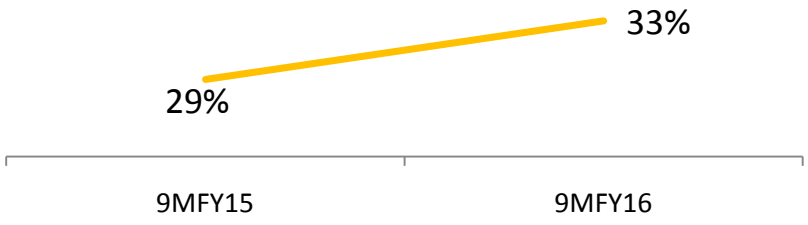
EBITDA* (Rs. Crs)



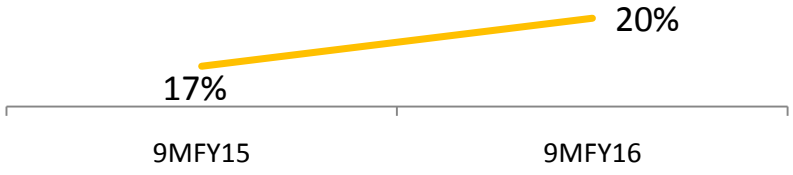
PAT (Rs. Crs)



EBITDA* Margin (%)



PAT Margin (%)



* incl. Other Income

About The Company

01

A Duncan JP Goenka Group Company

CAPACITY INCREASE

7.5x

CUSTOMER BASE

+40

MARKET SHARE

10 %

REVENUE

10 Years CAGR

21 %

EBITDA

10 Years CAGR

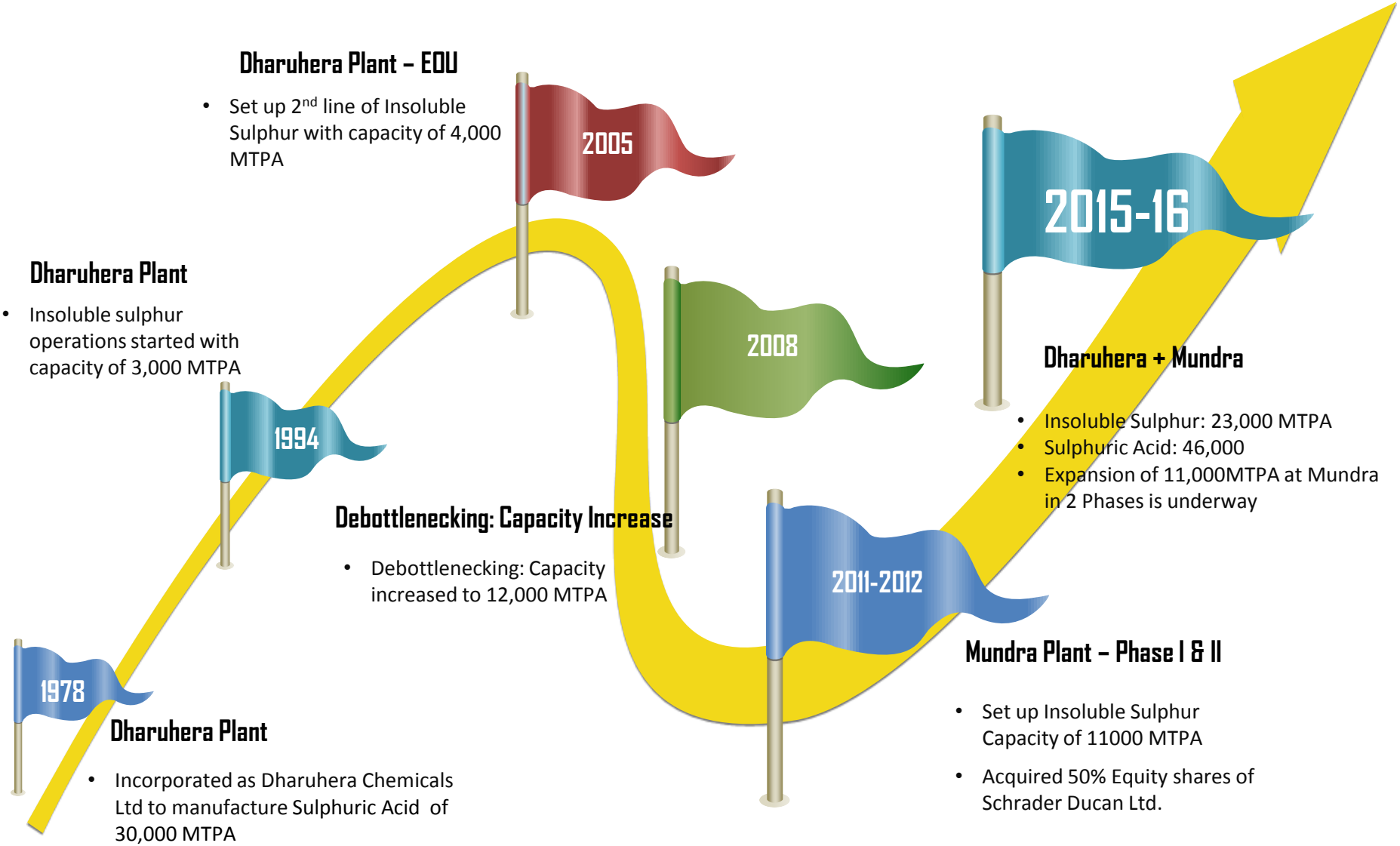
31 %

PAT

10 Years CAGR

41 %

Ongoing Capacity Expansion



Management Team

Mr. J. P. Goenka: Promoter & Chairman

- Graduate from Kolkata University – An Industrialist associated with the renowned multi-Industry group name Duncan
- Having 55 years of Experience in the industries of diverse business interests such as Jute & Cotton Textiles, Wool-Tops, Industrial Explosives, Rubber Chemicals & Engineering products

Mr. Arvind Goenka: Promoter & Managing Director

- Commerce Graduate from Kolkata University
- Having 30 years of Experience in managing jute, lubricants and carbon black industry with expertise in finance and international marketing
- Responsible for the Long-term Goal Setting & Monitoring the progress of the Company

Mr. Akshat Goenka: Promoter & Jt. Managing Director

- Graduate in Economics & International Relations from University of Pennsylvania, USA
- Lead the team for setting up new Plant for manufacturing Insoluble Sulphur at SEZ Mundra, Gujarat

Mr. Anurag Jain: Chief Financial Officer (CFO)

- Part of the company from last 24 years
- He brings dynamism to the Financial & Commercial Operations of the company & has played a key role in the Growth and Restructuring of the company over the years

Mr. Vijay Sabbarwal: Sr. Vice President (Operations)

- He is an IIT graduate & heading the Operations of the company from 2014
- Has over 25 years of experience in divers Industrial segments like Chemicals, FMCG, Consumer Durables, Auto etc

Mr. Muneesh Batta: Vice President (Marketing)

- An M.B.A (International Business) with over 14 years of experience in International business
- Responsible for international marketing of Insoluble Sulfur & increasing market share of Diamond Sulf overseas

Manufacturing Facilities

Product name	Annual Capacity (MT)	Location	No. Of Lines
Insoluble Sulphur	12,000	Dharuhera (Haryana)	2
Insoluble Sulphur	11,000	SEZ Mundra (Gujarat)	2
Sulphuric Acid / Oleum	46,000	Dharuhera (Haryana)	1

Business Overview

02

Product Profile

Insoluble Sulphur (IS)

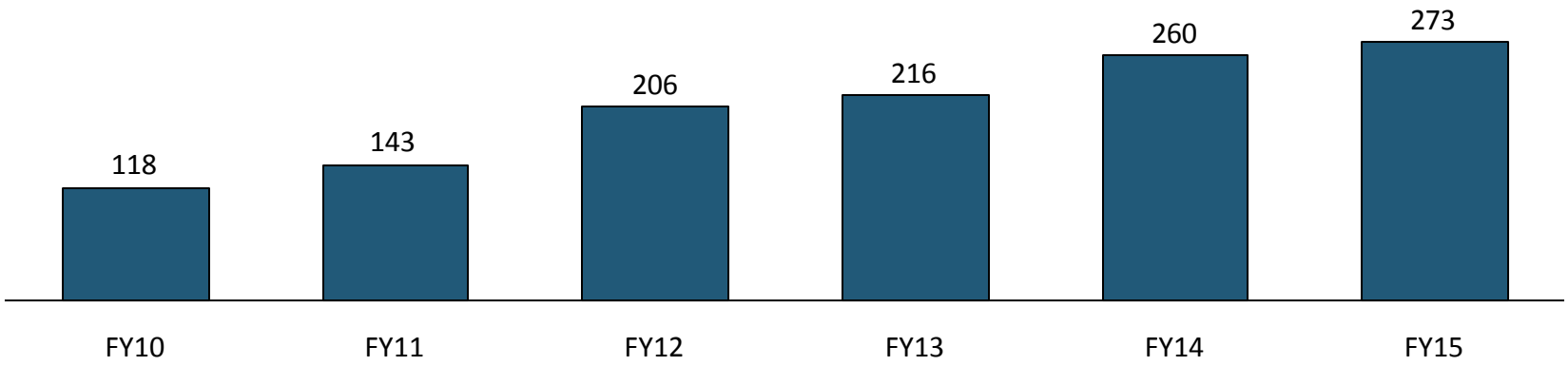
- Insoluble Sulphur is sold under the brand “DIAMOND SULF”
- Application : Used as vulcanising agent in application where sulphur loading levels are required above the sulphur solubility rating of particular elastomers
- DIAMOND SULF is offered in various grades to satisfy diverse compounding requirements majorly for Tire industry
    1. High Dispersion Grades
    2. High Stability Grades
    3. Special Grades

Sulphuric Acid

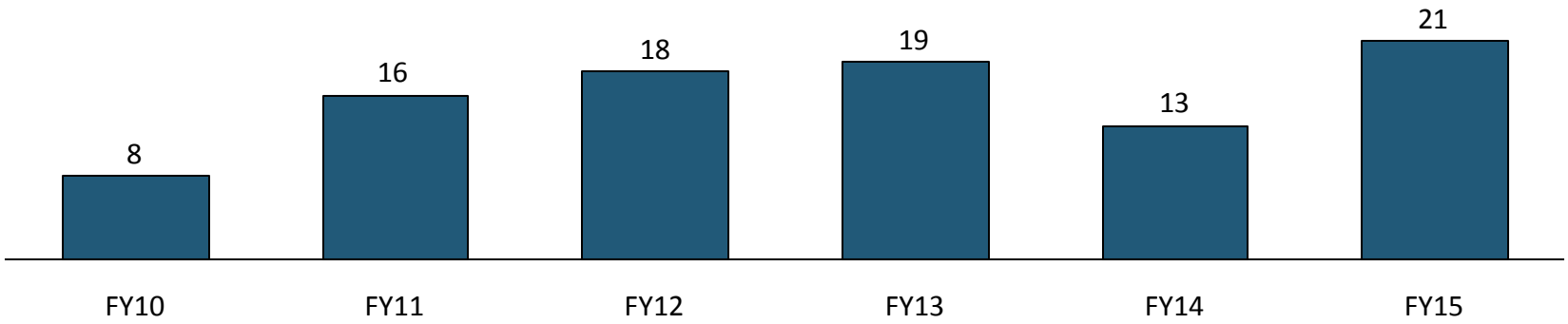
- Manufactures both Commercial Grade and Battery Grade Sulphuric Acid and Oleums
- Application : Dehydrating agent, catalyst, active reactant in chemical processes , solvent , detergents and absorbent
- Offered in following Grades
    1. Grades of exact purity : Storage battery ,rayon, dye, Detergent and pharmaceutical industries
    2. Grades of less specifications :Steel, heavy chemical and superphosphate industries

Product Performance

Insoluble Sulphur (Revenue Rs. Crs)



Sulphuric Acid (Revenue Rs. Crs)



Cost Optimization Strategy

Raw Material

- Key Raw Materials :

- Sulphur available easily due to ample supply

- Naphthenic Oil is procured from domestic as well as international players

Freight

- Presence at the Port gives Location Advantage of reduced Logistic & Freight Cost
- ~71 % of the sales constitutes Exports

Power Cost

- Self-Sufficiency of steam for Plant at Dharuhera
- Benefits from Lower Power Cost in SEZ Gujarat

Fixed Costs

- With increase production at the plants Operating Leverage to play out
- Future Expansion will result in reduced Fixed cost/ Overheads per MT as R&D and Utilities will be shared

Tax Exemption

- SEZ location of Mundra Plant - Income Tax Exemption benefit

Global Customer Relationships

Continental

BRIDGESTONE

JK TYRE TOTAL CONTROL

PIRELLI

CEAT

HANKOOK driving emotion

COOPERTIRES

SUMITOMO RUBBER INDUSTRIES

MRF

apollo

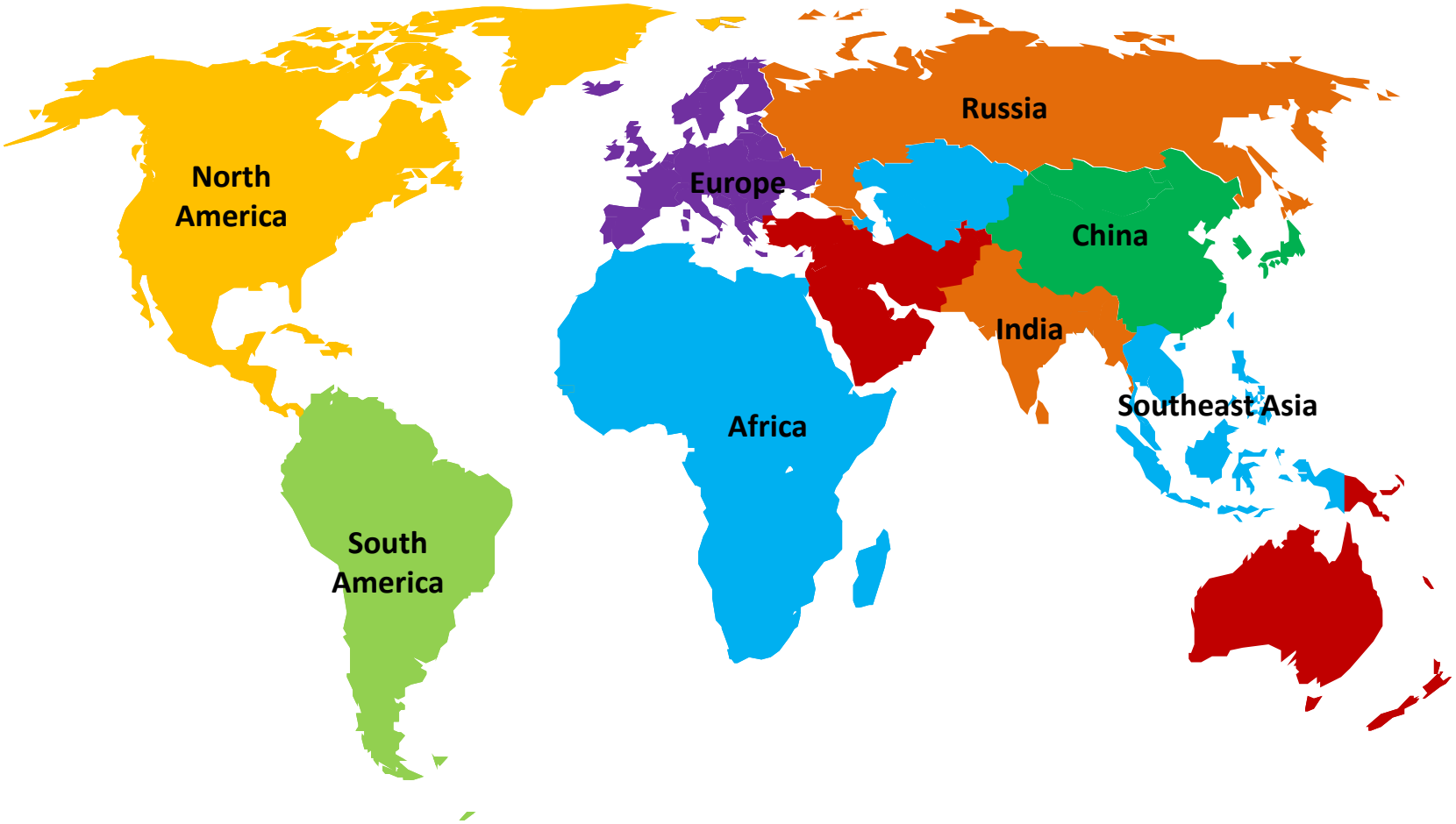
nokian TYRES

GOODYEAR

BIRLA TYRES Unbeatable!

Global Sales Network

Presence in 21 Countries across the World



Opportunities

03

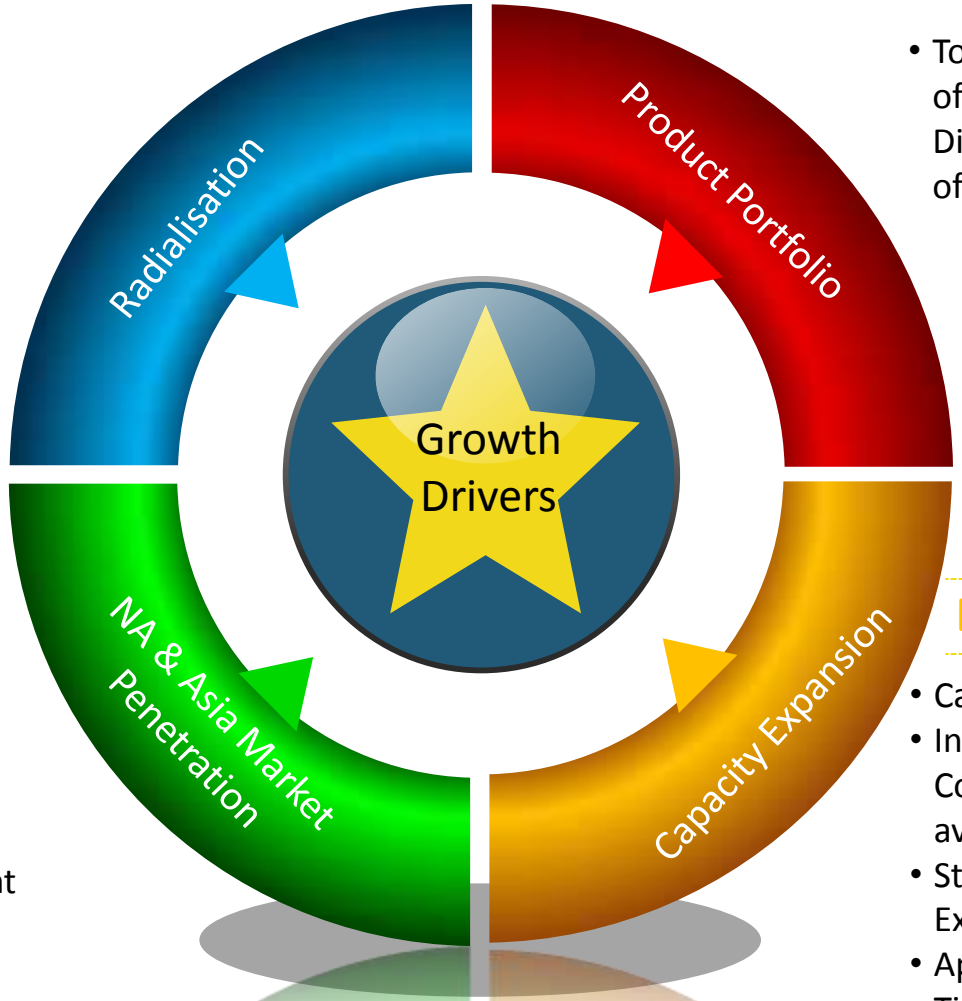
Key Growth Drivers

Radialisation

- An increase in rate of Radialization in Commercial Vehicles in India will lead to an increase in requirement of Insoluble Sulphur

Product Portfolio

- To shift to 100% Production of High Stability, High Dispersion & Special grades of Insoluble Sulphur



Geographical Penetration

- North America is the largest market for Insoluble sulphur with potential for growth to increase share
- Insoluble sulphur requirement increasing at a fast pace in Asia – High Growth Market

Capacity Expansion

- Capacity expansion at Mundra
- In-house technology and Common Infrastructure available
- Strategic Location to meet Exports demand
- Approval from all Large Global Tire Companies

Trends driving Insoluble Sulphur Demand

01

Increase in Automation in Tire Industry

02

Higher Performance Expectation from Tires

03

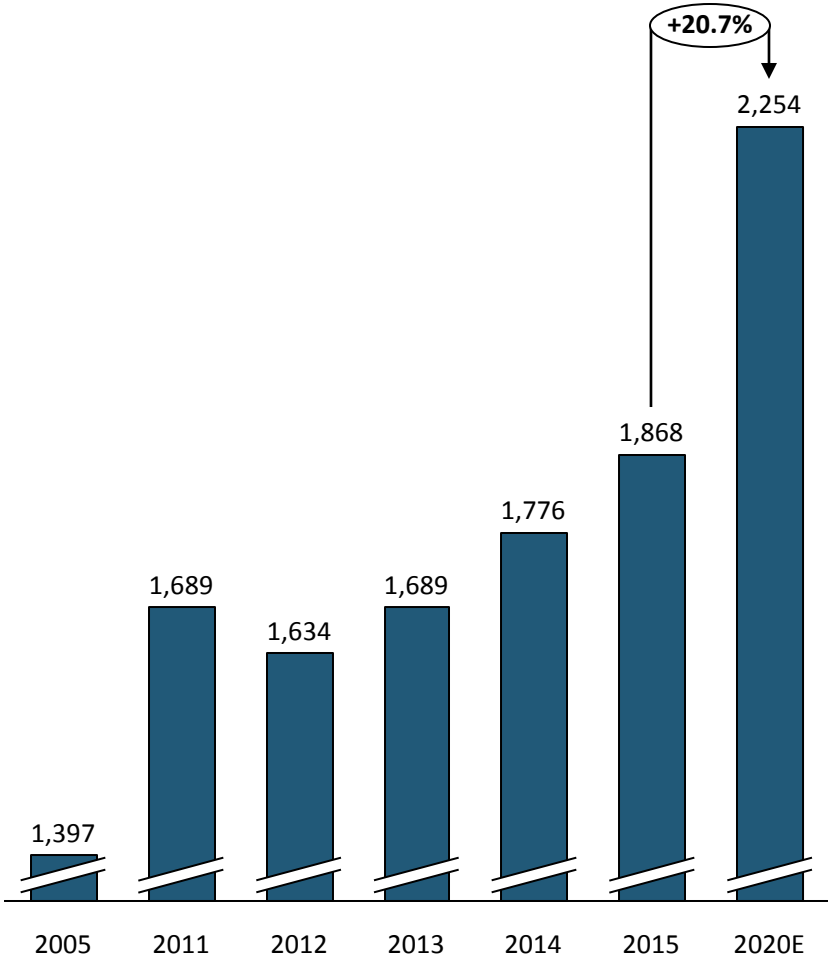
Radial Revolution

Radialization in Asia
Fast Growing Market

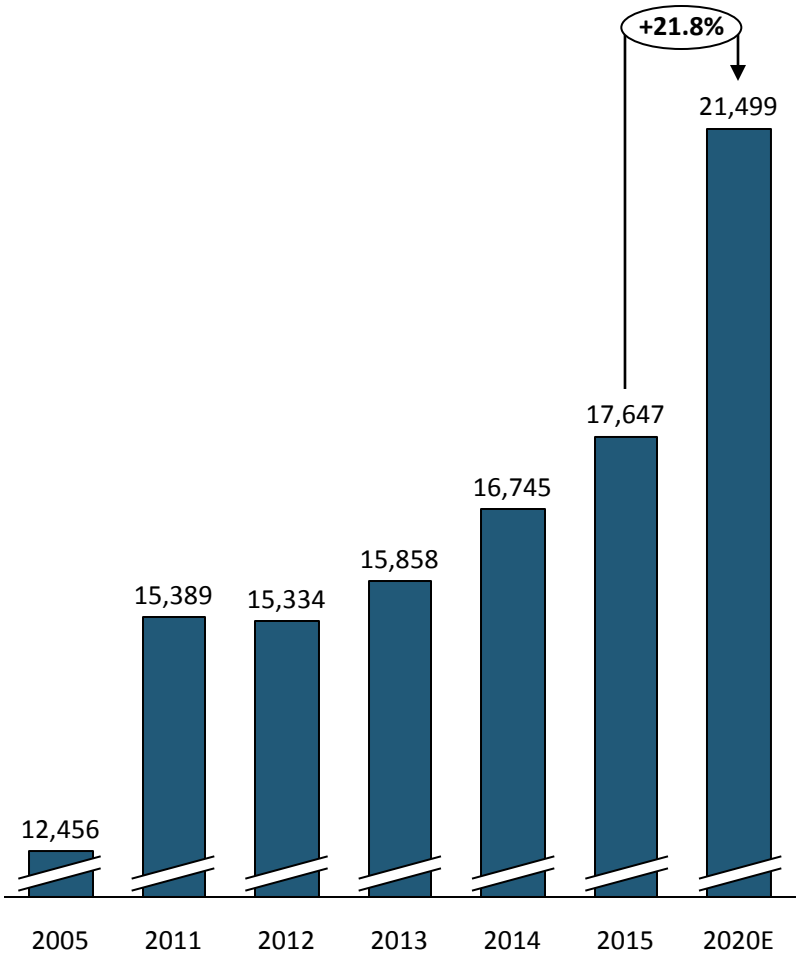
Source: Notch Report

Global Tire Industry – Growth Projections

Tire Production (mn units)



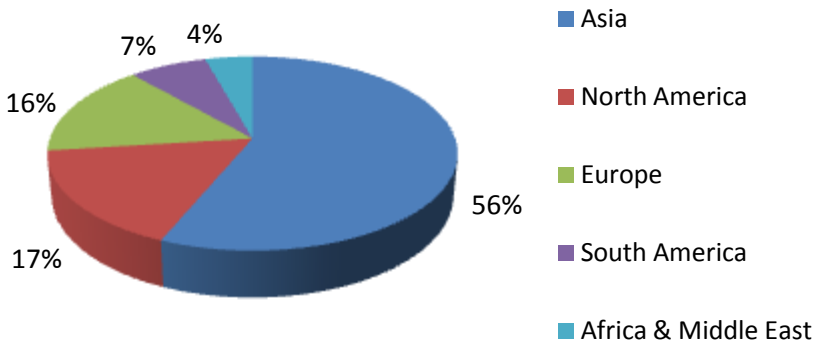
Tire Rubber Consumption ('000 tonnes)



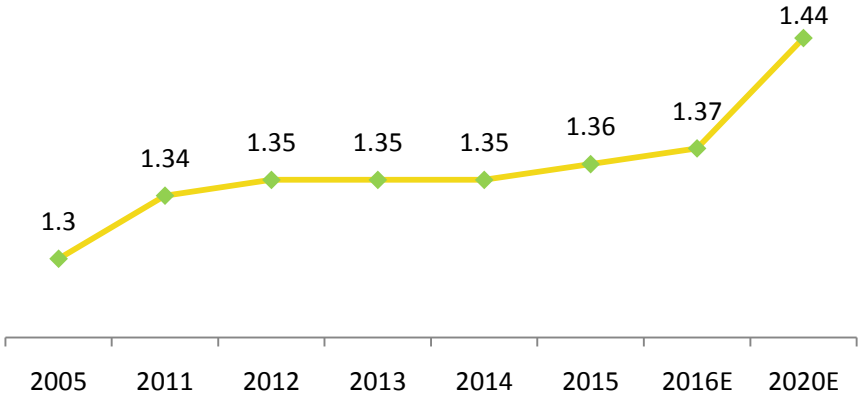
Source: Notch Report

Insoluble Sulphur - Demand Forecast

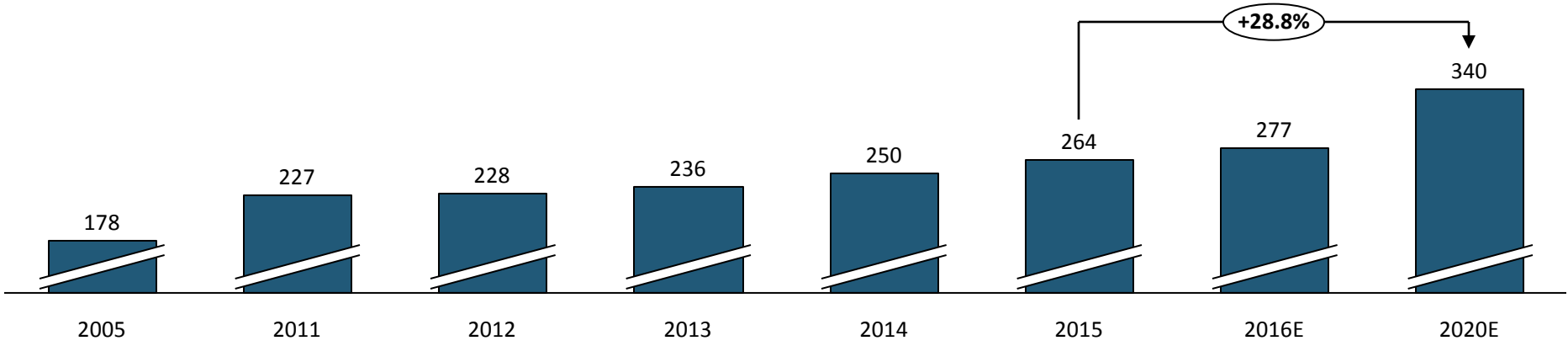
Geographical Breakup - $28 bn Investment



Radialisation: Insoluble Sulphur to Tire Rubber Ratio

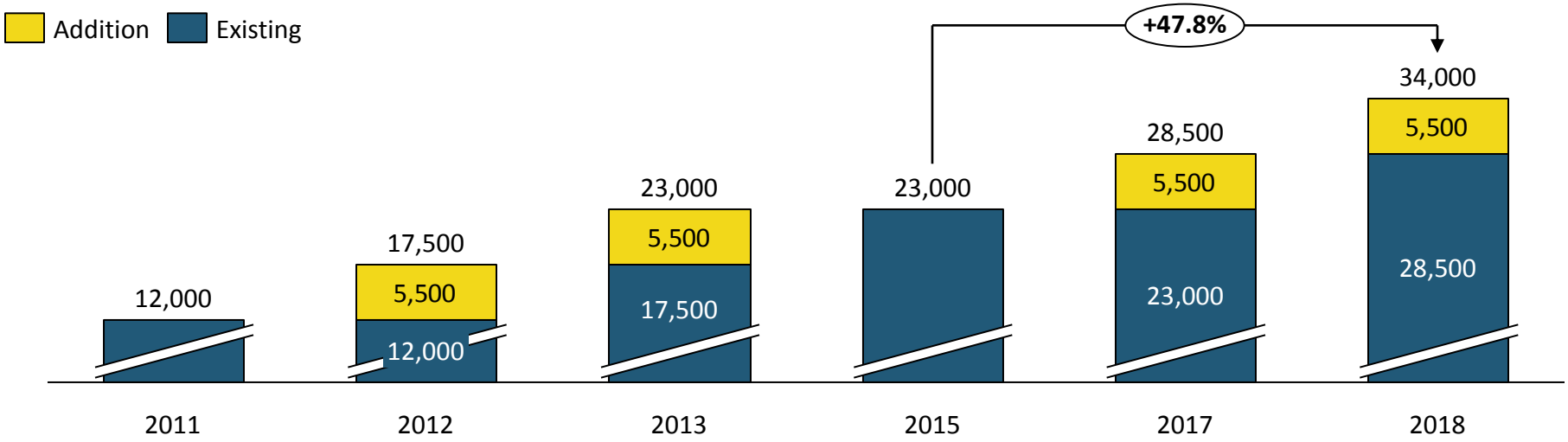


*Insoluble Sulphur Demand ('000 tonnes)



Source: Notch Report
* Also incl. Insoluble Sulphur used for Non-Tire Goods

Planned Capacity Expansion



Brownfield Expansion – To cater to the Growth in Insoluble Sulphur Demand

- ✓ Large Tire manufacturers expanding their business in Asia – High Growth Market
- ✓ Grabbing opportunities of increasing Radialisation in India
- ✓ Strong R&D and in house Technology to support future expansion
- ✓ Increase in market share in the Domestic & International market
- ✓ Increase presence in North American Market
- ✓ Increase from Natural Growth of Existing Customers

Capital Investment till 2018

- ✓ Capital investment would be of ~Rs.159 crs : funded with debt equity ratio of 2:1. It includes
  - Rs.7 crs for Working capital margin
  - Rs.15 crs for Coal Fired Boiler expected to be operational by April ’16; Resulting in savings in Power & Fuel cost at Mundra Plant
  - Expected Project IRR is in excess of 25% and projected payback ~4 years

Entry Barriers: An Advantage

Product Portfolio

- Various grades to satisfy diverse compounding requirements of leading tire manufacturers
- Ongoing development of New Grades to meet Customer requirements

Customer Approvals

- Minimum 24 months required by Customers to approve & validate product from new supplier
- Widely accepted around the world as a preferred vendor by leading tire manufacturers

In house Technology

- In house R&D team works on a continuous basis to improve Quality of product and its Properties
- In house technology team to maintain the technical and quality edge at each production stage

Capital Intensive

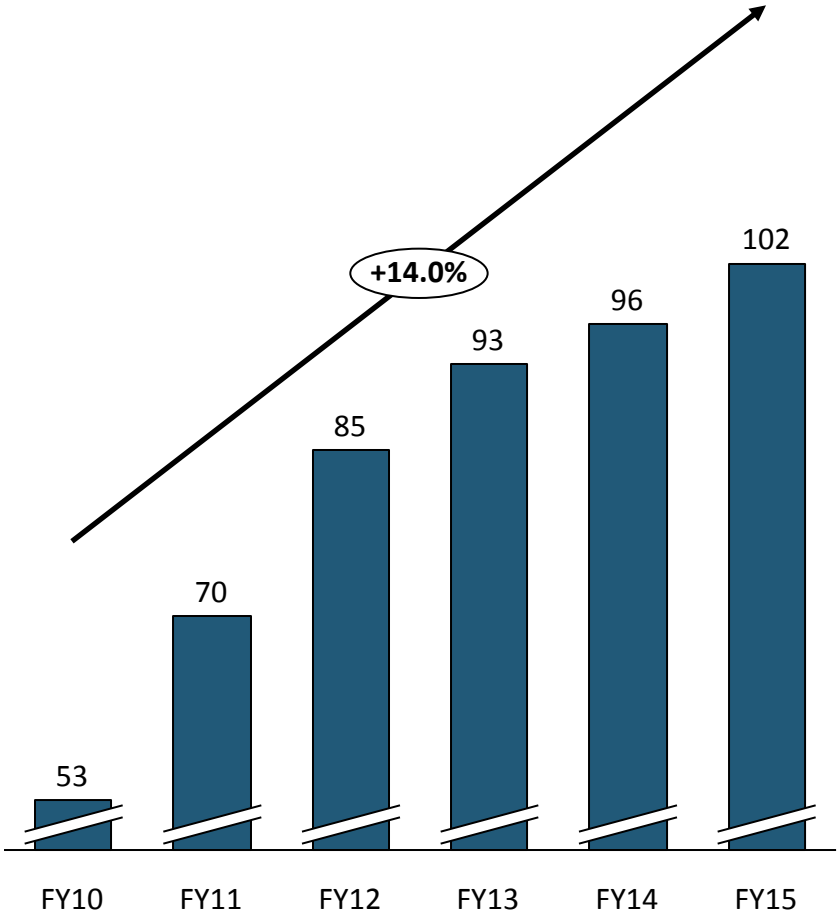
- Edge over the others -
  - Land & Common Infrastructure available for further expansion at Mundra
  - In-house Technology

Financial Highlights

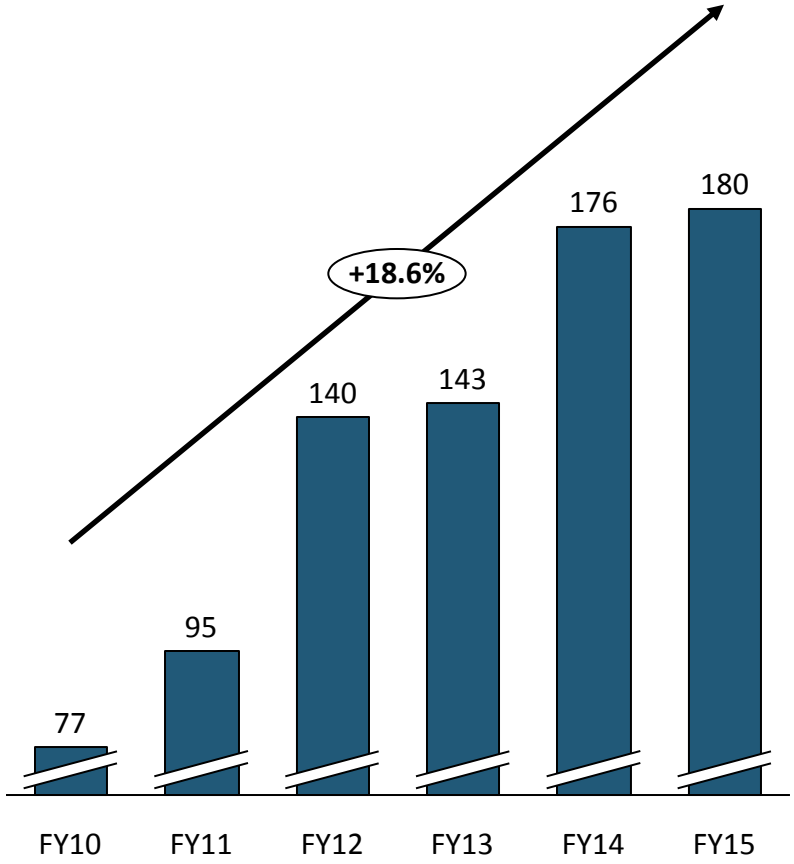
04

Revenue Breakup

Domestic (Rs. Crs)



Exports(Rs. Crs)



Profit & Loss Statement - Quarterly

Particulars (Rs. In Crs)	Q3FY16	Q3FY15	Y-o-Y
Sales from Operations	61.64	64.56	
Other Operating Income	0.93	0.05	
Total Income from Operations	***62.57***	***64.61***	
Other Income	2.76	1.82	
Total Income	**65.33**	**66.43**	
Total Raw material	15.47	16.19	
Power & Fuel Cost	7.90	10.22	
Employee Cost	8.06	6.94	
Other Expenses	13.37	13.13	
EBITDA	**20.52**	**19.94**	***3%***
EBITDA (%)	***32.8%***	***30.9%***	
Depreciation	3.37	3.25	
EBIT	***17.15***	***16.69***	***3%***
EBIT (%)	***27.4%***	***25.8%***	
Interest	1.62	1.83	
Profit Before Tax	***15.53***	***14.86***	***5%***
Provision for Tax	1.85	2.15	
PAT	***13.68***	***12.71***	***8%***
PAT (%)	***21.9%***	***19.7%***	

Profit & Loss Statement – 9M FY16

Particulars (Rs. In Crs)	9MFY16	9MFY15	Y-o-Y
Sales from Operations	202.76	206.57	
Other Operating Income	2.59	0.38	
Total Income from Operations	***205.35***	***206.95***	
Other Income	4.98	7.66	
Total Income	210.33	214.60	
Total Raw material	53.33	60.78	
Power & Fuel Cost	26.27	32.01	
Employee Cost	23.08	20.78	
Other Expenses	40.67	40.32	
EBITDA	**66.98**	**60.70**	***10%***
EBITDA (%)	***32.6%***	***29.3%***	
Depreciation	12.28	9.67	
EBIT	***54.71***	***51.03***	***7%***
EBIT (%)	***26.6%***	***24.7%***	
Interest	4.59	6.01	
Profit Before Tax	***50.12***	***45.02***	***11%***
Provision for Tax	9.15	9.27	
PAT	***40.97***	***35.75***	***15%***
PAT (%)	***20.0%***	***17.3%***	

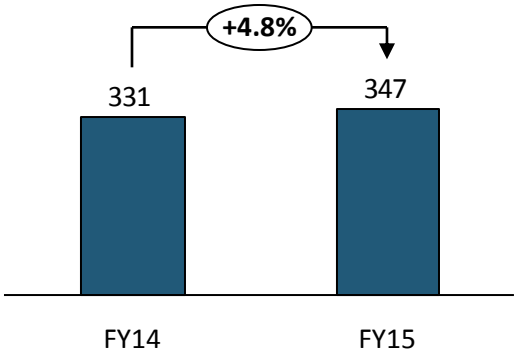
Balance Sheet - Standalone

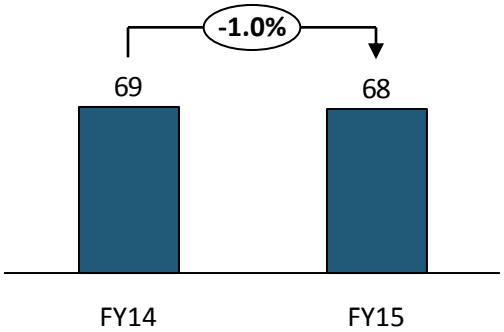
Particulars (Rs. Crs)	Sep-15	Mar-15
Shareholder's Fund	**271.47**	**244.18**
Share capital	10.31	10.31
Reserves & Surplus	261.16	233.87
Non-current liabilities	**54.10**	**66.49**
Long term borrowings	31.60	44.09
Deferred Tax liabilities (net)	21.12	21.12
Other Long term liabilities	1.38	1.29
Current liabilities	**73.34**	**80.43**
Short term borrowings	20.98	25.73
Trade payables	18.99	15.35
Other current liabilities	33.38	39.35
Total Liabilities	**398.92**	**391.10**

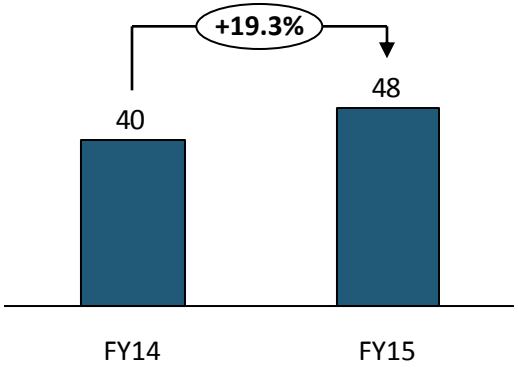
Particulars (Rs. Crs)	Sep-15	Mar-15
Non-current assets	**251.91**	**248.43**
Fixed assets (inc. CWIP)	193.77	191.75
Non-current Investments	14.71	14.71
Long Term Loans & Advances	43.44	41.97
Current assets	**147.01**	**142.68**
Current Investments	31.85	26.61
Inventories	44.18	37.26
Trade receivables	45.62	51.49
Cash and bank balances	14.55	17.72
Short term loan and advances	7.28	5.16
Other current assets	3.54	4.44
Total Assets	**398.92**	**391.10**

Profit & Loss Statement - Consolidated

Particulars (Rs. Crs)	FY15	FY14
Total Income from Operations	**346.80**	**330.82**
Total Raw material	129.29	115.83
Power & Fuel Cost	42.01	44.25
Employee Cost	39.41	33.43
Other Expenses	67.91	68.39
Operating EBITDA	**68.19**	**68.92**
Operating EBITDA (%)	***19.7%***	***20.8%***
Other Income	13.63	5.03
Depreciation	16.38	12.94
Exceptional item	0.00	2.70
EBIT	**65.43**	**63.70**
EBIT (%)	***18.9%***	***19.3%***
Interest	10.35	13.54
Profit Before Tax	**55.08**	**50.16**
Provision for Tax	9.82	9.63
PAT before Minority Interest	**45.27**	**40.54**
Minority Interest	-3.02	0.05
PAT after Minority Interest	**48.29**	**40.49**
PAT* after Minority Interest *(%)	***13.9%***	***12.2%***





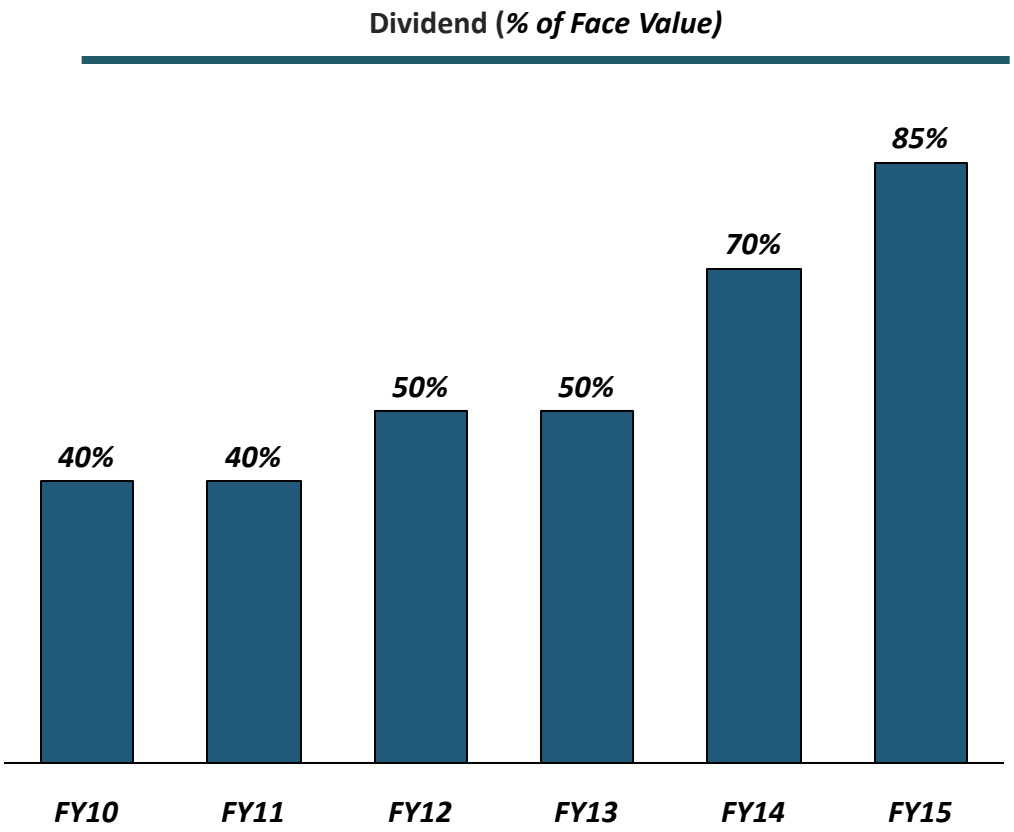


Balance Sheet - Consolidated

Particulars (Rs. Crs)	FY15	FY14
Shareholder's Fund	**244.22**	**206.93**
Share capital	10.31	10.31
Reserves & Surplus	233.91	196.62
Minority Interest	**14.57**	**17.59**
Non-current liabilities	**66.92**	**86.36**
Long term borrowings	44.09	66.33
Deferred Tax liabilities (net)	21.12	18.44
Other Long term liabilities	1.72	1.59
Current liabilities	**113.61**	**94.33**
Short term borrowings	39.79	30.08
Trade payables	29.65	23.09
Other current liabilities	44.17	41.16
Total Liabilities	**439.32**	**405.22**

Particulars (Rs. Crs)	FY15	FY14
Non-current assets	**262.40**	**257.79**
Fixed assets (inc. CWIP)	219.12	224.37
Non-current Investments	0.18	0.31
Long Term Loans & Advances	43.10	33.11
Current assets	**176.92**	**147.44**
Current Investments	26.61	11.16
Inventories	53.03	49.71
Trade receivables	67.58	64.65
Cash and bank balances	18.25	12.36
Short term loan and advances	6.90	5.25
Other current assets	4.54	4.32
Total Assets	**439.32**	**405.22**

Consistent Dividend Record



Interim Dividend of Rs.3 per equity share (i.e. 30% of FV of Rs.10)

For further information, please contact:

Company :	Investor Relations Advisors :
Oriental Carbon & Chemicals Ltd. CIN: L24297WB1978PLC031539 Mr. Anurag Jain - CFO anuragjain@occlindia.com http://www.occlindia.com/	Strategic Growth Advisors Pvt. Ltd. CIN: U74140MH2010PTC204285 Ms. Payal Dave / Ms. Neha Shroff dpayal@sgapl.net / sneha@sgapl.net www.sgapl.net