

SUDARSHAN CHEMICAL INDUSTRIES LIMITED

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CIN : L24119PN1951PLC008409

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2017

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			6 Months Ended		Year Ended
		30.09.2017 (Unaudited)	30.06.2017 (Unaudited)	30.09.2016 (Unaudited) Refer Note 3	30.09.2017 (Unaudited)	30.09.2016 (Unaudited) Refer Note 3	31.03.2017 (Unaudited) Refer Note 3
1	Income from operations						
	(a) Revenue from Operations	34,648.4	35,449.5	35,430.3	70,097.9	70,797.6	133,292.5
	(b) Other operating income	532.0	628.0	330.3	1,160.0	622.8	3,172.9
	Total income from operations	35,180.4	36,077.5	35,760.6	71,257.9	71,420.4	136,465.4
2	Other income	379.9	934.8	652.0	1,314.7	1,020.1	2,240.9
3	Total Income (1 + 2)	35,560.3	37,012.3	36,412.6	72,572.6	72,440.5	138,706.3
4	Expenses						
	(a) Cost of materials consumed	19,766.8	21,283.0	18,910.1	41,049.8	37,349.6	71,648.5
	(b) Purchase of Stock-in-trade	722.9	1,486.0	1,652.2	2,208.9	3,355.9	4,911.1
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,521.9	(3,704.8)	(886.5)	(2,182.9)	(1,725.5)	(1,557.4)
	(d) Excise duty on sale of goods	-	2,560.9	2,534.9	2,560.9	5,207.3	9,765.4
	(e) Employee benefits expense	2,135.3	2,171.5	1,884.7	4,306.8	3,834.5	7,791.4
	(f) Finance costs	757.3	595.0	475.4	1,352.3	1,101.8	2,421.1
	(g) Depreciation and amortisation expense	1,425.3	1,418.7	1,136.3	2,844.0	2,265.3	4,905.6
	(h) Other expenses	5,811.2	7,672.6	6,744.1	13,483.8	12,740.4	26,528.3
	Total expenses (4)	32,140.7	33,482.9	32,451.2	65,623.6	64,129.3	126,414.0
5	Profit before tax (3 - 4)	3,419.6	3,529.4	3,961.4	6,949.0	8,311.2	12,292.3
6	Tax expense						
	(a) Current Tax	1,064.6	1,054.7	1,072.7	2,119.3	1,865.8	2,638.6
	(b) MAT Credit (Entitlement) / Utilised (Net)	-	-	-	-	-	(520.0)
	(c) Deferred Tax	48.2	134.6	78.6	182.8	504.0	1,159.6
	Total Tax Expense	1,112.8	1,189.3	1,151.3	2,302.1	2,369.8	3,278.2
7	Profit for the period (5 - 6)	2,306.8	2,340.1	2,810.1	4,646.9	5,941.4	9,014.1
8	Other comprehensive income (net of taxes)						
	(a) Items that will not be reclassified to profit or loss	(45.8)	(92.1)	(109.0)	(137.9)	(133.7)	(54.0)
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other comprehensive income (net of taxes) (8)	(45.8)	(92.1)	(109.0)	(137.9)	(133.7)	(54.0)
9	Total comprehensive income (7 + 8)	2,261.0	2,248.0	2,701.1	4,509.0	5,807.7	8,960.1
10	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5
11	Reserve excluding Revaluation Reserves						38,351.7
12	Earnings per share (of Rs. 2/- each) (not annualised):						
	Basic & Diluted	3.33	3.38	4.06	6.71	8.58	13.02

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			6 Months Ended		Year Ended
		30.09.2017 (Unaudited)	30.06.2017 (Unaudited)	30.09.2016 (Unaudited) Refer Note 3	30.09.2017 (Unaudited)	30.09.2016 (Unaudited) Refer Note 3	31.03.2017 (Unaudited) Refer Note 3
1	Segment Revenue -						
	(a) Pigments	30,734.5	32,368.3	30,501.4	63,102.8	60,457.0	119,496.4
	(b) Agro Chemicals	3,956.8	3,542.4	4,714.8	7,499.2	10,056.3	15,136.4
	(c) Others	489.1	166.8	544.4	655.9	907.1	1,832.6
	Total :	35,180.4	36,077.5	35,760.6	71,257.9	71,420.4	136,465.4
	Less : Inter-segment revenue	-	-	-	-	-	-
	Total Income	35,180.4	36,077.5	35,760.6	71,257.9	71,420.4	136,465.4
2	Segment Results -						
	Profit / (Loss) before tax and finance cost from segment :						
	(a) Pigments	4,945.8	4,722.1	4,984.7	9,667.9	10,529.0	17,954.5
	(b) Agro Chemicals	292.8	255.5	294.4	548.3	656.2	836.7
	(c) Others	57.6	(96.9)	10.6	(39.3)	(12.8)	(399.2)
	Total :	5,296.2	4,880.7	5,289.7	10,176.9	11,172.4	18,392.0
	Less : (i) Finance cost	757.3	595.0	475.4	1,352.3	1,101.8	2,421.1
	(ii) Other un-allocable expenditure (Net of un-allocable income)	1,119.3	756.3	852.9	1,875.6	1,759.4	3,678.6
	Profit Before Tax :	3,419.6	3,529.4	3,961.4	6,949.0	8,311.2	12,292.3
3	Capital Employed -						
	(Segment Assets - Segment Liabilities) :						
	(a) Pigments	59,933.0	56,805.9	53,655.0	59,933.0	53,655.0	54,328.9
	(b) Agro Chemicals	4,568.3	2,587.1	1,473.4	4,568.3	1,473.4	3,287.1
	(c) Others	1,871.9	1,969.0	2,651.0	1,871.9	2,651.0	1,594.5
	(d) Unallocated	23,552.1	21,218.9	20,932.2	23,552.1	20,932.2	20,929.4
	Total Capital Employed :	89,925.3	82,580.9	78,711.6	89,925.3	78,711.6	80,139.9

(Rs. in Lakhs)

Statement of Assets and Liabilities

Particulars	As at 30.09.2017	As at 31.03.2017
A ASSETS		
1 Non-current Assets		
(a) Property, plant and equipment	41,981.7	40,439.7
(b) Capital work-in-progress	1,435.6	774.8
(c) Goodwill	287.7	287.7
(d) Other Intangible assets	1,188.7	1,112.4
(e) Intangible assets under development	67.8	27.5
(f) Investment in subsidiaries	5,864.3	5,550.8
(g) Financial assets		
(i) Investments	48.2	46.5
(ii) Loans	81.7	78.5
(iii) Other Financial Assets	25.0	581.4
(h) Other non-current assets	1,140.4	1,301.9
(i) Non-current tax assets	757.4	826.5
Total - Non-current Assets	52,878.5	51,027.7
2 Current Assets		
(a) Inventories	24,592.6	18,674.4
(b) Financial assets		
(i) Trade receivables	32,445.5	28,827.0
(ii) Cash and cash equivalents	923.3	819.3
(iii) Bank balances other than above	682.3	474.4
(iv) Loans	300.0	648.0
(v) Derivatives	26.1	335.9
(vi) Other Financial Assets	204.4	212.8
(c) Other current assets	9,051.1	6,404.9
Total - Current Assets	68,225.3	56,396.7
TOTAL - ASSETS	121,103.8	107,424.4
B EQUITY AND LIABILITIES		
1 Equity		
(a) Share Capital	1,384.5	1,384.5
(b) Other Equity	42,027.4	38,351.7
Total - Equity	43,411.9	39,736.2
2 Non-current Liabilities		
(a) Financial liabilities		
(i) Borrowings	10,824.1	13,524.9
(ii) Other financial liabilities	60.7	77.5
(b) Provisions	1,313.4	1,280.1
(c) Deferred tax liabilities (Net)	4,582.8	4,153.4
Total - Non-current Liabilities	16,781.0	19,035.9
3 Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	23,863.6	13,661.6
(ii) Trade payables		
- Micro Enterprises & Small Enterprises	629.4	336.4
- Other than Micro Enterprises & Small Enterprises	25,641.4	21,480.8
(iii) Derivatives	266.1	64.7
(iv) Other current financial liabilities	9,204.6	11,194.4
(b) Provisions	367.9	141.7
(c) Other current liabilities	937.9	1,772.7
Total - Current Liabilities	60,910.9	48,652.3
TOTAL - EQUITY AND LIABILITIES	121,103.8	107,424.4

NOTES :

1. The above Unaudited Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 8th November, 2017 and 9th November, 2017. These unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provision of the Companies Act, 2013.
2. The Statutory Auditors of the Company have conducted a limited review of the above unaudited standalone financial results of the Company for the quarter and six months ended 30th September, 2017, under Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. An unqualified report has been issued by them thereon.
3. The Company adopted Ind-AS from 1st April, 2017 and accordingly the transition was carried out, from the Accounting Principles generally accepted in India as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), in accordance with Ind AS 101 – First time adoption of Indian Accounting Standards. Accordingly, the impact on transition has been recorded in opening reserves as at 1st April, 2016 and all periods presented have been restated. The Ind AS compliant financial results, pertaining to quarter and six months ended 30th September, 2016 and year ended 31st March, 2017 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
4. Other operating income for the year ended 31st March, 2017 includes Rs. 1,014 Lakhs of Export Incentive income related to Merchandise Export Incentive Scheme (MEIS), for the period upto 31st March, 2016.
5. The reconciliation of net profit and equity reported in accordance with Indian GAAP to total comprehensive income and equity in accordance with Ind AS is given below:

Particulars	Profit Reconciliation			Equity Reconciliation
	Quarter Ended	6 Months Ended	Year Ended	As at
	30.09.2016	30.09.2016	31.03.2017	31.03.2017
Net profit / Other Equity under IGAAP	2,665.0	5,816.1	8,941.0	38,162.4
Actuarial loss on employee defined benefit funds recognised in Other Comprehensive Income	166.7	204.4	82.6	-
Goodwill amortization written back	20.5	41.1	82.2	82.2
Effect of measuring financial liabilities initially at fair value and subsequently at amortized cost	(19.4)	(38.9)	(72.7)	156.0
Amortization of financial guarantee initially measured at fair value	33.9	61.3	129.7	129.7
Effect of fair valuation of derivatives	17.0	(80.8)	(117.9)	(116.2)
Effect of measuring investments at fair value through profit and loss	2.7	3.8	6.8	17.8
Others	0.1	0.1	(0.1)	(0.4)
Tax effects of above adjustments	(76.4)	(65.7)	(37.5)	(79.8)
Net Profit / Other Equity as per Ind AS	2,810.1	5,941.4	9,014.1	38,351.7
Other comprehensive Income (Net of Income Tax)	(109.0)	(133.7)	(54.0)	
Total Comprehensive Income as per Ind AS	2,701.1	5,807.7	8,960.1	

6. In accordance with the requirements of Ind AS, revenue for the quarter ended 30th September, 2017 is net of Goods and Service Tax (GST). However, revenue for the quarter ended 30th June, 2017, quarter and six months ended 30th September, 2016 and year ended 31st March, 2017 is inclusive of excise duty. Hence revenue and excise duty on sale of goods for the quarter are not comparable with corresponding figures for previous periods. Comparable revenue, net of excise duty and GST is as follows:

Particulars	Quarter Ended			6 Months Ended		Year Ended
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
Revenue from Operations	34,648.4	32,888.6	32,895.4	67,537.0	65,590.3	123,527.1

7. Previous period's / year's figures have been regrouped / reclassified wherever necessary to conform to the current period's classification / disclosure .
8. The aforesaid Unaudited Financial Results will be uploaded on the Company's website www.sudarshan.com and will also be available on the websites of BSE Limited www.bseindia.com and The National Stock Exchange of India Limited www.nseindia.com for the benefit of shareholders and investors.

For and on behalf of the Board of Directors

Pune : 9th November, 2017

P.R.RATHI
CHAIRMAN AND MANAGING DIRECTOR