



PENNAR INDUSTRIES LIMITED
Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended September 30, 2017

(Rs. In Lakhs)

S.No	Particulars	Quarter Ended			Half year ended	
		30 Sep 2017	30 Jun 2017	30 Sep 2016	30 Sep 2017	30 Sep 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income					
a	Revenue from Operations (Refer Note 4)	42,250	45,792	40,712	88,042	74,348
b	Other Income	386	212	388	598	591
	Total Income	42,636	46,004	41,100	88,640	74,939
2	Expenses					
a	Cost of materials consumed	22,742	31,453	22,033	54,195	43,439
b	Changes in inventories of Finished goods, work in progress and stock in trade	4,006	(4,904)	599	(898)	(3,569)
c	Excise duty (Refer Note 4)	-	3,035	3,017	3,035	5,983
d	Employee benefits expenses	2,872	2,954	2,608	5,826	5,146
e	Finance Cost	1,739	1,561	1,380	3,300	2,765
f	Depreciation and amortisation expense	721	632	771	1,353	1,447
g	Other Expenses	8,533	8,840	8,475	17,373	15,750
	Total Expenses	40,613	43,571	38,883	84,184	70,961
3	Profit before tax (1-2)	2,023	2,433	2,217	4,456	3,978
4	Tax expense					
a	Current Tax	426	726	737	1,152	1,288
b	Deferred Tax	348	403	235	751	451
	Total Tax expense	774	1,129	972	1,903	1,739
5	Net Profit for the period (3-4)	1,249	1,304	1,245	2,553	2,239
6	Other Comprehensive Income (net of Tax)					
	(i) Items that will not be reclassified to profit or loss in subsequent periods - remeasurement of defined benefit plan	(25)	-	(52)	(25)	(52)
	(ii) Income tax relating to the above	6	-	13	6	13
	Total Other Comprehensive Income	(19)	-	(39)	(19)	(39)
7	Total Comprehensive Income (5+6)	1,230	1,304	1,206	2,534	2,200
i	Net Profit Attributable to:					
a	Owners of the Company	1,048	1,069	932	2,117	1,708
b	Non Controlling Interest	201	235	313	436	531
ii.	Other Comprehensive Income Attributable to:					
a	Owners of the Company	(19)	-	(39)	(19)	(39)
b	Non Controlling Interest	-	-	-	-	-
iii.	Total Comprehensive Income Attributable to:					
a	Owners of the Company	1,029	1,069	893	2,098	1,669
b	Non Controlling Interest	201	235	314	436	531
8	Paid up Equity Share Capital					
	(Face value of Rs. 5/- per equity share)	6,017	6,017	6,017	6,017	6,017
9	Earnings per Share					
	Basic and Diluted Earnings per Rs. 5/- share (not annualised) (Rs.)	0.87	0.89	0.77	1.76	1.42



A. Kalyan Reddy



Notes:

1 Consolidated Balance Sheet as at September 30, 2017

S.No.	Particulars	Rs in lakhs
		As at Sept 30, 2017
1	ASSETS	
	Non-current assets	
a	Property, Plant and Equipment	44,429
b	Capital work in progress	577
c	Other Intangible Assets	1,668
d	Goodwill	3,499
e	Financial Assets	
	(i) Investments	873
	(ii) Trade Receivables	1,267
	(iii) Other Financial Assets	223
f	Other Non current assets	1,536
	Total Non current assets	54,072
	Current assets	
a	Inventories	
b	Financial assets	40,916
	(i) Investments	3,233
	(ii) Trade Receivables	43,542
	(iii) Cash and cash equivalents	5,549
	(iv) Other Financial Asset	2,155
c	Other current assets	14,335
	Total current assets	1,09,730
	Total assets	1,63,802
2	EQUITY AND LIABILITIES	
	Equity	
a	Equity Share Capital	6,017
b	Other equity	49,931
c	Non Controlling Interest	11,082
	Total Equity	67,030
	LIABILITIES	
	Non-Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	15,063
	(ii) Other Financial liabilities	775
b	Deferred tax Liabilities (Net)	4,017
c	Long term Provisions	412
	Total Non-Current Liabilities	20,267
	Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	21,770
	(ii) Trade Payables	38,980
	(iii) Other Financial Liabilities	118
b	Other current liabilities	14,722
c	Short Term Provisions	915
	Total Current Liabilities	76,505
	Total Equity and Liabilities	1,63,802



2. The above unaudited consolidated financial results were reviewed and recommended by the Audit Committee at their meeting held on November 09, 2017 and approved by the Board of Directors at their meeting held on November 10, 2017.

3(a). The Company and its subsidiaries adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 with transition date of April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 - Interim financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.

3(b) Pursuant to the SEBI circular CIR/CFD/FAC/62/2016 dated July 05, 2016, the published figures for the quarter and half year ended September 30, 2016 have been recast to Ind AS to the extent applicable to the Company.

3(c). The reconciliation of the financial results for the quarter and half year ended September 30, 2016 to those reported under previous Generally Accepted Accounting Principles ("GAAP") is summarised as follows:

S.No	Particulars	Rs in Lakhs	
		Quarter ended 30 Sep, 2016	Half year ended 30 Sep, 2016
	Net Profit after tax as reported under previous GAAP	1,322	2,324
i.	Recognition of Financial Instruments using effective interest rate	(5)	(13)
ii.	Reversal of amount charged to statement of profit and loss from revaluation reserve	(125)	(125)
iii.	Actuarial loss on employee benefits expenses reclassified to Other Comprehensive Income (OCI)	53	54
iv.	Others	8	7
v.	Tax Adjustments	(8)	(8)
	Net Profit after tax as per Ind-As before OCI	1,245	2,239
vi.	Other Comprehensive Income (Net of Tax)	(39)	(39)
	Total Comprehensive Income after tax as per Ind-AS	1,206	2,200

3(d). The financial results for the quarter and half year ended September 30, 2016 and the reconciliation statement thereof presented above have not been reviewed by the statutory auditors and are presented based on the information compiled by the management.

3(e) Submission of Ind AS compliant financial results for the year ended March 31, 2017 not being mandatory, the unaudited financial results for the year ended March 31, 2017 and the Balance Sheet as at March 31, 2017 are not disclosed.

4. The Government of India introduced the Goods & Services Tax (GST) with effect from July 01, 2017. Accordingly in compliance with Indian Accounting Standards (Ind As) 18 - 'Revenue', Revenue from Operations for the quarter ended September 30, 2017 is provided net of GST. Revenue from Operations of earlier periods included excise duty which is now subsumed in GST. Revenue from Operations for the half year ended September 30, 2017 includes excise duty upto June 30, 2017.

5. The consolidated financial results include the results of the following group companies:

S.No.	Name of the Company	Country of Incorporation	Nature of relationship	% Holding
1	Pennar Engineered Building Systems Limited	India	Subsidiary	53.98%
2	Pennar Enviro Limited	India	Subsidiary	51.03%
3	Pennar Renewables Private Limited	India	Subsidiary	80.69%

6. The company is engaged in the manufacture of various steel products, which in the context of Ind AS 108 - Operating Segment, specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the Company.

7. These unaudited consolidated financial results may require adjustments before constituting the final consolidated Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.

8. Comparative figures have been regrouped or reclassified, wherever necessary.

Place : Hyderabad
Date : November 10, 2017



By order of the Board

Aditya N Rao

Aditya N Rao
Vice Chairman and Managing Director