

SUDARSHAN CHEMICAL INDUSTRIES LIMITED

REGD.OFFICE / GLOBAL HEAD OFFICE : 162 WELLESLEY ROAD, PUNE - 411 001

Tel. : +91-20-2622-6200 Fax : +91-20-2605-8222 Email : shares@sudarshan.com Website : www.sudarshan.com

CIN : L24119PN1951PLC008409

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2017

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			9 Months Ended		Year Ended
		31.12.2017 (Unaudited)	30.09.2017 (Unaudited)	31.12.2016 (Unaudited) Refer Note 3	31.12.2017 (Unaudited)	31.12.2016 (Unaudited) Refer Note 3	31.03.2017 (Unaudited) Refer Note 3
1	Income from operations						
	(a) Revenue from Operations	33,906.2	34,648.4	29,137.9	104,004.1	99,935.5	133,292.5
	(b) Other operating income	602.8	532.0	981.2	1,762.8	1,604.0	3,172.9
	Total income from operations	34,509.0	35,180.4	30,119.1	105,766.9	101,539.5	136,465.4
2	Other income	471.3	379.9	380.1	1,786.0	1,400.2	2,240.9
3	Total Income (1 + 2)	34,980.3	35,560.3	30,499.2	107,552.9	102,939.7	138,706.3
4	Expenses						
	(a) Cost of materials consumed	18,534.1	19,766.8	15,283.0	59,583.9	52,632.6	71,648.5
	(b) Purchase of Stock-in-trade	460.9	722.9	726.8	2,669.8	4,082.7	4,911.1
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,790.6	1,521.9	335.7	(392.3)	(1,389.8)	(1,557.4)
	(d) Excise duty on sale of goods	-	-	1,935.7	2,560.9	7,143.0	9,765.4
	(e) Employee benefits expense	2,143.0	2,135.3	1,846.9	6,449.8	5,681.4	7,791.4
	(f) Finance costs	528.1	757.3	653.2	1,880.4	1,755.0	2,421.1
	(g) Depreciation and amortisation expense	1,532.8	1,425.3	1,297.0	4,376.8	3,562.3	4,905.6
	(h) Other expenses	7,009.6	5,811.2	6,787.4	20,493.4	19,527.8	26,528.3
	Total expenses (4)	31,999.1	32,140.7	28,865.7	97,622.7	92,995.0	126,414.0
5	Profit before tax (3 - 4)	2,981.2	3,419.6	1,633.5	9,930.2	9,944.7	12,292.3
6	Tax expense						
	(a) Current Tax	336.0	1,064.6	103.9	2,455.3	1,969.7	2,638.6
	(b) Deferred Tax / MAT Credit (Entitlement) / Utilised (Net)	738.8	48.2	288.3	921.6	792.3	639.6
	Total Tax Expense	1,074.8	1,112.8	392.2	3,376.9	2,762.0	3,278.2
7	Profit for the period (5 - 6)	1,906.4	2,306.8	1,241.3	6,553.3	7,182.7	9,014.1
8	Other comprehensive income (net of taxes)						
	(a) Items that will not be reclassified to profit or loss	100.4	(45.8)	(7.6)	(37.5)	(141.3)	(54.0)
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other comprehensive income (net of taxes) (8)	100.4	(45.8)	(7.6)	(37.5)	(141.3)	(54.0)
9	Total comprehensive income (7 + 8)	2,006.8	2,261.0	1,233.7	6,515.8	7,041.4	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	2.75	3.33	1.79	9.47	10.38	13.02

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			9 Months Ended		Year Ended
		31.12.2017 (Unaudited)	30.09.2017 (Unaudited)	31.12.2016 (Unaudited) Refer Note 3	31.12.2017 (Unaudited)	31.12.2016 (Unaudited) Refer Note 3	31.03.2017 (Unaudited) Refer Note 3
1	Segment Revenue -						
	(a) Pigments	31,846.4	30,734.5	27,977.8	94,949.2	88,434.8	119,496.4
	(b) Agro Chemicals	2,052.7	3,956.8	1,861.2	9,551.9	11,917.5	15,136.4
	(c) Others	609.9	489.1	280.1	1,265.8	1,187.2	1,832.6
	Total :	34,509.0	35,180.4	30,119.1	105,766.9	101,539.5	136,465.4
	Less : Inter-segment revenue	-	-	-	-	-	-
	Total Income	34,509.0	35,180.4	30,119.1	105,766.9	101,539.5	136,465.4
2	Segment Results -						
	Profit / (Loss) before tax and finance cost from segment :						
	(a) Pigments	4,079.6	4,581.4	2,972.2	13,326.2	13,148.3	16,846.6
	(b) Agro Chemicals	57.6	291.3	34.1	623.0	674.1	789.4
	(c) Others	150.0	79.6	27.0	158.9	96.9	(237.1)
	Total :	4,287.2	4,952.3	3,033.3	14,108.1	13,919.3	17,398.9
	Less : (i) Finance cost	528.1	757.3	653.2	1,880.4	1,755.0	2,421.1
	(ii) Other un-allocable expenditure	777.9	775.4	746.6	2,297.5	2,219.6	2,685.5
	(Net of un-allocable income)						
	Profit Before Tax :	2,981.2	3,419.6	1,633.5	9,930.2	9,944.7	12,292.3
3	Capital Employed -						
	Segment Assets:						
	(a) Pigments	100,690.8	100,875.6	88,839.8	100,690.8	88,839.8	88,498.5
	(b) Agro Chemicals	4,487.6	7,401.8	5,503.0	4,487.6	5,503.0	6,769.2
	(c) Others	2,084.6	2,148.4	2,978.2	2,084.6	2,978.2	1,730.2
	(d) Unallocated	10,598.7	10,678.0	10,760.1	10,598.7	10,760.1	10,426.5
	Total Segment Assets :	117,861.7	121,103.8	108,081.1	117,861.7	108,081.1	107,424.4
	Segment Liabilities:						
	(a) Pigments	25,486.6	26,997.5	22,673.3	25,486.6	22,673.3	22,651.7
	(b) Agro Chemicals	888.0	1,978.4	3,900.6	888.0	3,900.6	2,902.6
	(c) Others	275.6	326.9	335.8	275.6	335.8	129.2
	(d) Unallocated	1,316.8	1,517.0	1,459.0	1,316.8	1,459.0	1,601.0
	Total Segment Liabilities :	27,967.0	30,819.8	28,368.7	27,967.0	28,368.7	27,284.5
	Total Capital Employed :	89,894.7	90,284.0	79,712.4	89,894.7	79,712.4	80,139.9

NOTES :

- The above Unaudited Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 8th February, 2018. These unaudited standalone 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 provisions of the Companies Act, 2013.
- 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 nine months ended 31st December, 2017, under Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. An unqualified report has been issued by them thereon.
- 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.
- Other operating income for the year ended 31st March, 2017 and quarter and nine months ended 31st December, 2016 includes Rs. 1,014 Lakhs and Rs 711 Lakhs respectively of Export Incentive income related to Merchandise Export Incentive Scheme (MEIS), for the period upto 31st March, 2016.
- The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Particulars	Profit Reconciliation		
	Quarter Ended	9 Months Ended	Year Ended
	31.12.2016	31.12.2016	31.03.2017
Net profit under IGAAP	1,216.2	7,032.3	8,941.0
Actuarial loss on employee defined benefit funds recognised in Other Comprehensive Income	11.6	216.0	82.6
Goodwill amortization written back	20.6	61.7	82.2
Effect of measuring financial liabilities initially at fair value and subsequently at amortized cost	(17.8)	(56.7)	(72.7)
Amortization of financial guarantee initially measured at fair value	35.5	96.8	129.7
Effect of fair valuation of derivatives	(14.7)	(95.5)	(117.9)
Effect of measuring investments at fair value through profit and loss	2.7	6.5	6.8
Others	(0.1)	-	(0.1)
Tax effects of above adjustments	(12.7)	(78.4)	(37.5)
Net Profit as per Ind AS	1,241.3	7,182.7	9,014.1
Other comprehensive Income (Net of Income Tax)	(7.6)	(141.3)	(54.0)
Total Comprehensive Income as per Ind AS	1,233.7	7,041.4	8,960.1

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

Particulars	Quarter Ended			9 Months Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
Revenue from Operations (as published)	33,906.2	34,648.4	29,137.9	104,004.1	99,935.5	133,292.5
Less: Excise duty collected on revenue	-	-	1,935.7	2,560.9	7,143.0	9,765.4
Comparable Revenue from Operations	33,906.2	34,648.4	27,202.2	101,443.2	92,792.5	123,527.1

Similarly, post applicability of GST, the inventory of finished goods as at 31st December, 2017 and 30th September, 2017 is net of provision for excise duty and similarly, Changes in inventories of finished goods, work-in-progress and stock-in-trade and Other expenses for the aforementioned periods are not comparable with the corresponding figures for previous periods. Comparable Change in inventories and Other Expenses (net of excise duty provision) is as follows:

Particulars	Quarter Ended			9 Months Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
Cost of materials consumed	18,534.1	19,766.8	15,283.0	59,583.9	52,632.6	71,648.5
Purchase of Stock-in-trade	460.9	722.9	726.8	2,669.8	4,082.7	4,911.1
Changes in inventories	1,790.6	1,521.9	335.7	(392.3)	(1,389.8)	(1,557.4)
Cost of goods sold (as published)	20,785.6	22,011.6	16,345.5	61,861.4	55,325.5	75,002.2
Less: Excise duty provision on change in inventories	-	1,141.9	(23.4)	816.9	(8.2)	160.7
Comparable cost of goods sold	20,785.6	20,869.7	16,368.9	61,044.5	55,333.7	74,841.5
Other Expenses (as published)	7,009.6	5,811.2	6,787.4	20,493.4	19,527.8	26,528.3
Less: Excise duty provision on change in inventories	-	(1,141.9)	23.4	(816.9)	8.2	(160.7)
Comparable other expenses	7,009.6	6,953.1	6,764.0	21,310.3	19,519.6	26,689.0

- The Board has declared Interim Dividend at Rs. 2.50/- per share (125%) on the face value of Rs. 2.00/- per share for the Financial Year 2017-18. The Record Date as approved by the Board of Directors for the payment of Interim Dividend is 23rd February, 2018.
- Previous period's / year's figures have been regrouped / reclassified wherever necessary to conform to the current period's classification / disclosure .
- The aforesaid Unaudited Standalone 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 : 8th February, 2018

P.R.RATHI
CHAIRMAN AND MANAGING DIRECTOR