

**Statement of Audited Financial Results for the Quarter and Year ended March 31, 2017**

(₹ in Lacs)

| Sr. No.   | Particulars                                                                                | Quarter Ended    | Quarter Ended    | Quarter Ended    | Year Ended         | Year Ended            |
|-----------|--------------------------------------------------------------------------------------------|------------------|------------------|------------------|--------------------|-----------------------|
|           |                                                                                            | 31.03.2017       | 31.12.2016       | 31.03.2016       | 31.03.2017         | 31.03.2016 (9 Months) |
|           |                                                                                            | Audited          | Un audited       | Audited          | Audited            | Audited               |
| <b>1</b>  | <b>Income from Operations</b>                                                              |                  |                  |                  |                    |                       |
|           | (a) Revenue from Operations                                                                | 27,378.56        | 29,565.56        | 34,359.36        | 1,10,201.92        | 84,001.92             |
|           | b) Other Income                                                                            | 68.86            | 136.88           | 57.83            | 224.47             | 173.90                |
|           | <b>Total Income</b>                                                                        | <b>27,447.43</b> | <b>29,702.44</b> | <b>34,417.19</b> | <b>1,10,426.40</b> | <b>84,175.82</b>      |
| <b>2</b>  | <b>Expenses</b>                                                                            |                  |                  |                  |                    |                       |
|           | a) Cost of Material consumed                                                               | 2,048.98         | 1,893.33         | 2,242.02         | 7,103.75           | 5,239.65              |
|           | b) Changes in inventories of Finished goods and WIP                                        | (771.10)         | 1,339.30         | 2,497.38         | 784.21             | 1,695.89              |
|           | c) Excise duty expenses                                                                    | 2,713.29         | 2,354.55         | 2,703.92         | 10,449.29          | 7,781.61              |
|           | d) Employee benefits expenses                                                              | 1,361.35         | 1,281.11         | 1,259.26         | 5,252.64           | 3,824.06              |
|           | e) Power and Fuel                                                                          | 6,736.33         | 7,187.41         | 5,245.37         | 23,103.46          | 16,044.71             |
|           | f) Stores & Consumables                                                                    | 1,159.67         | 815.34           | 255.85           | 4,475.68           | 2,714.12              |
|           | g) Selling & Distribution                                                                  | 9,257.80         | 9,490.55         | 9,881.86         | 33,332.26          | 24,315.85             |
|           | h) Deprecation and Amortisation expense                                                    | 1,826.93         | 1,840.28         | 1,861.57         | 7,306.40           | 5,398.01              |
|           | i) Finance Costs                                                                           | 817.21           | 1,913.56         | (99.73)          | 6,423.00           | 2,217.79              |
|           | j) Other operating expenditure                                                             | 637.98           | 962.52           | 2,748.44         | 5,880.98           | 7,267.41              |
|           | <b>Total expenses</b>                                                                      | <b>25,788.44</b> | <b>29,077.95</b> | <b>28,595.94</b> | <b>1,04,111.67</b> | <b>76,499.10</b>      |
| <b>3</b>  | <b>Profit / (Loss) from ordinary activities before exceptional items &amp; tax ( 1-2 )</b> | <b>1,658.99</b>  | <b>624.49</b>    | <b>5,821.25</b>  | <b>6,314.73</b>    | <b>7,676.72</b>       |
| <b>4</b>  | <b>Exceptional items</b>                                                                   | <b>0.00</b>      | <b>0.00</b>      | <b>6,038.63</b>  | <b>0.00</b>        | <b>6,038.63</b>       |
| <b>5</b>  | <b>Profit / (Loss) before tax (3 – 4)</b>                                                  | <b>1,658.99</b>  | <b>624.49</b>    | <b>(217.38)</b>  | <b>6,314.73</b>    | <b>1,638.09</b>       |
| <b>6</b>  | <b>Tax expense/(credit) (including Deferred Tax)</b>                                       | <b>(968.13)</b>  | <b>163.05</b>    | <b>39.31</b>     | <b>0.00</b>        | <b>39.31</b>          |
| <b>7</b>  | <b>Net Profit / (Loss) after tax (5 – 6)</b>                                               | <b>2,627.12</b>  | <b>461.44</b>    | <b>(256.69)</b>  | <b>6,314.73</b>    | <b>1,598.78</b>       |
| <b>8</b>  | <b>Other comprehensive income (Net of Tax)</b>                                             | <b>(46.16)</b>   | <b>10.55</b>     | <b>(8.00)</b>    | <b>(17.36)</b>     | <b>44.00</b>          |
| <b>9</b>  | <b>Total Comprehensive income (after tax) (7+8)</b>                                        | <b>2,580.96</b>  | <b>471.99</b>    | <b>(264.69)</b>  | <b>6,297.37</b>    | <b>1,642.78</b>       |
| <b>10</b> | <b>Paid-up equity share capital (Face Value of ₹ 10/- each)</b>                            | <b>21,998.00</b> | <b>21,998.00</b> | <b>21,998.00</b> | <b>21,998.00</b>   | <b>21,998.00</b>      |
| <b>11</b> | <b>Other Equity</b>                                                                        |                  |                  |                  | <b>89,401.79</b>   | <b>83,103.13</b>      |
| <b>12</b> | <b>Earnings Per Share (EPS) of ₹ 10/- each) (not annualised)</b>                           |                  |                  |                  |                    |                       |
|           | (a) Basic                                                                                  | <b>1.19</b>      | <b>0.28</b>      | <b>(0.12)</b>    | <b>2.87</b>        | <b>0.73</b>           |
|           | (b) Diluted                                                                                | <b>1.19</b>      | <b>0.28</b>      | <b>(0.12)</b>    | <b>2.87</b>        | <b>0.73</b>           |

**Notes:**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 24<sup>th</sup> May 2017.
- The Company changed its accounting year to March, i.e. from 1st July 2015 to 31st March 2016. Therefore, for implementation of Ind AS, the transition date applies is 1st July 2015. Accordingly, the corresponding previous period comprises of only 9 months i.e. from 1st July 2015 to 31st March 2016. Consequently, figures of current year ended 31st March, 2017 are strictly not comparable with those of previous period ended 31st March, 2016. The results for the quarter ended 31st March, 2016 and year ended 31st March, 2016 have also been restated to comply with Ind AS.
- The figures for quarter ended 31st March, 2017 are the balancing figures between the audited financial results for the year ended 31st March, 2017, and the published financial results for nine months ended 31st December, 2016.

- 4 Reconciliation of results between previously reported under IGAAP and Ind AS for the Quarter and Year ended 31.03.2016 are presented as under :

| Sr. No. | Particulars                                                                                | (₹ in Lacs)        |                        |
|---------|--------------------------------------------------------------------------------------------|--------------------|------------------------|
|         |                                                                                            | PAT Reconciliation |                        |
|         |                                                                                            | Quarter Ended      | Year Ended ( 9 Months) |
|         |                                                                                            | 31.03.2016         | 31.03.2016             |
|         | <b>Net profit under IGAAP (After tax) (A)</b>                                              | (2,747.00)         | 153.50                 |
|         | <b>Ind AS Adjustments</b>                                                                  |                    |                        |
| 1       | EIR of financial liabilities                                                               | 1,267.94           | 505.53                 |
| 2       | Revenue deferred on account of non cash incentives                                         | (21.79)            | (218.46)               |
| 3       | Revenue deferred on account of Goods in transit                                            | 49.20              | 18.74                  |
| 4       | Depreciation on Asset retirement obligation                                                | (0.05)             | (0.16)                 |
| 5       | Finance cost on provision for ARO                                                          | (0.17)             | (0.51)                 |
| 6       | Finance charge for Embedded lease for vehicles                                             | 3.05               | -                      |
| 7       | Remeasurement for Actuarial gains and losses                                               | 8.00               | (44.00)                |
| 8       | Reclassification of certain items of stores and spares to PPE & consequential depreciation | 1,184.13           | 1,184.14               |
|         | <b>Total Ind AS adjustments accounted through statement of profit or loss (B)</b>          | <b>2,490.31</b>    | <b>1,445.28</b>        |
|         | <b>Net Profit under Ind AS (After Tax) (C) = (A)+(B)</b>                                   | <b>(256.69)</b>    | <b>1,598.78</b>        |
| 9       | <b>Other comprehensive income</b>                                                          |                    |                        |
|         | Actuarial (gain)/loss for employee benefits obligation                                     | (8.00)             | 44.00                  |
|         | <b>Total other comprehensive income (D)</b>                                                | <b>(8.00)</b>      | <b>44.00</b>           |
|         | <b>Total comprehensive income under Ind AS (E) = (C)+(D)</b>                               | <b>(264.69)</b>    | <b>1,642.78</b>        |

- 5 The Reconciliation of equity reported in accordance with Indian GAAP to Equity in accordance with Ind AS is given below :

| Sr. No. | Particulars                                                                                          | (₹ in Lacs)        |
|---------|------------------------------------------------------------------------------------------------------|--------------------|
|         |                                                                                                      | As on 31.03.2016   |
|         | <b>Equity reported under IGAAP (A)</b>                                                               | <b>91,239.00</b>   |
|         | <b>Ind AS adjustments</b>                                                                            |                    |
| 1       | Accounting of financial liabilities at amortised cost using effective interest rate method           | 505.53             |
| 2       | Net impact of restatement of items of PPE in compliance with Ind AS 16 principles                    | 14,332.32          |
| 3       | Reclassification of certain items of stores and spares to PPE and consequential depreciation         | (359.74)           |
| 4       | Deferral of revenue for sales to coincide with transfer of risk and rewards                          | (392.46)           |
| 5       | Deferral of revenue attributable to non-cash incentives outstanding at the respective reporting date | (218.46)           |
| 6       | Other adjustments                                                                                    | (5.16)             |
|         | <b>Total impact on account of Ind AS adjustments (B)</b>                                             | <b>13,862.03</b>   |
|         | <b>Equity under Ind AS (C) = (A) + (B)</b>                                                           | <b>1,05,101.03</b> |

- 6 The company's business operations comprise of a single operating segment viz. Cement & its allied products.
- 7 The financial results have been prepared based on the Ind AS issued and effective on the date of adoption of the results by the Board. These financial results may require adjustment on account of any changes in the standards or subsequent clarifications (if any) as issued by the MCA.

## 8 Statement of Assets and Liabilities :

(₹ in Lacs)

| Sr. No.  | Particulars                          | As at              | As at              |
|----------|--------------------------------------|--------------------|--------------------|
|          |                                      | 31.03.2017         | 31.03.2016         |
|          |                                      | Audited            | Audited            |
| <b>A</b> | <b>Assets</b>                        |                    |                    |
| <b>1</b> | <b>Non-current assets</b>            |                    |                    |
|          | (a) Property, Plant and Equipment    | 1,45,186.99        | 1,47,832.61        |
|          | (b) Capital work in progress         | 16,713.00          | 8,235.20           |
|          | (c) Deferred tax assets              | 5,852.04           | 5,852.04           |
|          | (d) Other non-current assets         | 0.00               | 1,944.64           |
|          | <b>Total Non Current Assets</b>      | <b>1,67,752.03</b> | <b>1,63,864.49</b> |
| <b>2</b> | <b>Current assets</b>                |                    |                    |
|          | (a) Inventories                      | 18,657.94          | 13,845.37          |
|          | (b) Financial Assets                 |                    |                    |
|          | (i) Trade receivables                | 2,393.74           | 1,843.84           |
|          | (ii) Bank balances                   | 1,610.34           | 8,278.49           |
|          | (iii) Cash and cash equivalents      | 17.68              | 24.52              |
|          | (iv) Current tax assets              | 796.67             | 5,034.84           |
|          | (v) Other current assets             | 15,333.52          | 9,148.44           |
|          | <b>Total Current Assets</b>          | <b>38,809.89</b>   | <b>38,175.50</b>   |
|          | <b>Total Assets</b>                  | <b>2,06,561.92</b> | <b>2,02,039.99</b> |
| <b>B</b> | <b>Equity and Liabilities</b>        |                    |                    |
|          | <b>Equity</b>                        |                    |                    |
|          | (a) Equity share capital             | 21,997.90          | 21,997.90          |
|          | (b) Other Equity                     | 89,401.79          | 83,103.13          |
|          | <b>Total Equity</b>                  | <b>1,11,399.69</b> | <b>1,05,101.03</b> |
|          | <b>Liabilities</b>                   |                    |                    |
| <b>1</b> | <b>Non-Current Liabilities</b>       |                    |                    |
|          | (a) Financial Liabilities            |                    |                    |
|          | (i) Loans and borrowings             | 45,901.64          | 47,122.87          |
|          | (ii) Others                          | 10,257.00          | 4,740.49           |
|          | (b) Provisions                       | 4,811.00           | 5,437.93           |
|          | <b>Total Non Current Liabilities</b> | <b>60,969.64</b>   | <b>57,301.29</b>   |
| <b>2</b> | <b>Current liabilities</b>           |                    |                    |
|          | (a) Financial Liabilities            |                    |                    |
|          | (i) Borrowings                       | 12,781.00          | 6,521.77           |
|          | (ii) Trade payables                  | 14,212.87          | 14,395.59          |
|          | (iii) Other financial liabilities    | 2,002.00           | 7,357.18           |
|          | (b) Deferred revenue                 | 1,124.00           | 897.44             |
|          | (c) Current tax liabilities          | 0.00               | 4,389.06           |
|          | (d) Provisions                       | 1,025.00           | 2,384.28           |
|          | (e) Other current liabilities        | 3,047.72           | 3,692.35           |
|          | <b>Total Current Liabilities</b>     | <b>34,192.59</b>   | <b>39,637.67</b>   |
|          | <b>Total liabilities</b>             | <b>95,162.23</b>   | <b>96,938.96</b>   |
|          | <b>Total Equity and Liabilities</b>  | <b>2,06,561.92</b> | <b>2,02,039.99</b> |

9 Previous periods figures have been regrouped and rearranged wherever necessary.

For, Sanghi Industries Limited

Place: Ahmedabad  
Date : 24.05.2017Sd/-  
(Ravi Sanghi)  
Chairman and Managing Director