

November 29, 2017

To,
The Bombay Stock Exchange Limited
Corporate Relationship Department
Floor – 25, P.J.Towers, Dalal Street,
MUMBAI – 400 001
Scrip Code: 526247

To,
National Stock Exchange of India Limited
Listing Department,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai-400051
Trading Symbol: 'PREMEXPLN EQ'

Dear Sir/Madam,

Sub: Unaudited Financial Results for the Second Quarter and Half Year ended 30th September, 2017, together with the Limited Audit Review report.

We would like to inform you that, the Board of Directors at their Meeting held today i.e. 29th of November, 2017 have approved the Unaudited Financial Results for the Second Quarter and Half Year ended 30th of September, 2017 under Ind AS and taken on record, the Limited Audit Review Report on the Results.


In terms of Regulation, 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith forwarding the Statement of the Unaudited Financial Results along with the Limited Audit Review Report for the said period.

The Meeting of the Board of Directors commenced at 12.00 P.M and concluded at 3.00 P.M

Thanking You,

Yours Faithfully,

For **Premier Explosives Limited**


K. Vijayashree
Company Secretary
Encl: a/a



Premier Explosives Limited

CIN:L24 110TG 1980 PLC 002633

'Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

Statement of standalone unaudited financial results for the Quarter and Half year ended 30th September, 2017

(Rs. in lakhs)

Particulars	Quarter ended			Half year ended	
	30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1 Revenue					
Revenue from operations (net of Excise duty as applicable)	5823.04	5690.30	5472.43	11513.34	10188.28
Add: Excise duty	-	539.36	573.51	539.36	1,072.86
	5823.04	6229.66	6045.94	12052.70	11261.14
Other Income	55.22	33.51	14.68	88.73	27.46
Total income	5878.26	6263.17	6060.62	12141.43	11288.60
2 Expenses					
a) Cost of raw materials consumed	2829.07	3328.79	2906.29	6157.86	5565.49
b) Purchase of stock -in- trade	5.72	3.17	0.20	8.89	1.37
c) Changes in inventories of finished goods, work-in- progress and scrap	464.75	(296.65)	73.80	168.10	(117.42)
d) Excise duty	-	539.36	573.51	539.36	1,072.86
e) Employee benefits expense	1299.17	1308.94	1251.72	2608.11	2392.49
f) Finance costs	141.94	106.75	89.55	248.69	173.27
g) Research and development expenses	24.40	22.58	29.62	46.98	53.31
h) Depreciation (net) and amortisation expense	91.66	89.90	81.24	181.56	164.39
i) Other expenses	686.46	802.92	689.15	1489.38	1339.62
Total expenses	5543.17	5905.76	5695.08	11448.93	10645.38
3 Profit before tax (1-2)	335.09	357.41	365.54	692.50	643.22
4 Tax expense					
Current tax	121.76	112.76	127.58	234.52	198.15
Deferred tax	(18.12)	8.24	0.29	(9.88)	20.03
Total tax expense	103.64	121.00	127.87	224.64	218.18
5 Profit for the period from continuing operations (3-4)	231.45	236.41	237.67	467.86	425.04
6 Profit from discontinued operations (wind mill)	-	-	14.39	-	22.89
Tax expense of discontinued operations	-	-	-	-	-
Profit from discontinued operations (after tax)	-	-	14.39	-	22.89
7 Profit for the period (5+6)	231.45	236.41	252.06	467.86	447.93
8 Other comprehensive income					
a) (i) Items that will not be reclassified to profit or loss (Actuarial gain on post-employment defined benefit obligation)	(28.21)	(28.20)	(19.00)	(56.41)	(38.00)
(ii) Income tax relating to items that will not be reclassified to profit or loss	9.76	9.76	6.58	19.52	13.15
b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income for the period (8 a + 8b)	(18.45)	(18.44)	(12.42)	(36.89)	(24.85)
9 Total comprehensive income for the period (7+8)	213.00	217.97	239.64	430.97	423.08
10 Paid-up equity share capital (Face value of Rs. 10/- per share)	1063.71	1050.96	885.86	1063.71	885.86
11 Earnings per share of Rs. 10 each (not annualised) -					
For continuing operations					
Basic	2.21	2.30	2.69	4.51	4.80
Diluted	2.16	2.30	2.69	4.46	4.80
For discontinued operations					
Basic	-	-	0.16	-	0.26
Diluted	-	-	0.16	-	0.26
For continuing and discontinued operations					
Basic	2.21	2.30	2.85	4.51	5.06
Diluted	2.16	2.30	2.85	4.46	5.06



Standalone Statement of Assets and Liabilities (Unaudited)

(Rs. in lakhs)

Particulars	As at September 30, 2017
ASSETS	
Non-current assets	
Property, plant and equipment	9,929.82
Capital work-in-progress	1,395.04
Intangible assets	3.50
Financial assets	
(i) Investments	539.02
(ii) Trade receivables	20.54
Other non-current assets	490.16
Total Non-current assets	12,378.08
Current assets	
Inventories	3,711.64
Financial assets	
(i) Trade receivables	9,139.93
(ii) Cash and cash equivalents	590.25
(iii) Bank balances other than (ii) above	3,560.22
Other current assets	730.51
Total Current assets	17,732.55
TOTAL ASSETS	30,110.63
EQUITY AND LIABILITIES	
Equity	
Equity share capital	1,063.71
Other equity	18,648.89
Total Equity	19,712.60
Liabilities	
Non-current liabilities	
Financial liabilities	
(i) Borrowings	568.75
(ii) Other financial liabilities	48.35
Deferred tax Liability (net)	1,492.59
Provisions	392.68
Total Non-current liabilities	2,502.37
Current liabilities	
Financial liabilities	
(i) Borrowings	3,471.53
(ii) Trade payables	1,329.77
(iii) Other financial liabilities	2,730.42
Other current liabilities	132.86
Provisions	71.34
Current tax liabilities (net)	159.74
Total current liabilities	7,895.66
TOTAL LIABILITIES	10,398.03
TOTAL EQUITY AND LIABILITIES	30,110.63



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Notes to the financial results

- 1 Above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 29th November, 2017 and also been subjected to 'limited review' by the Statutory Auditors and their report is unqualified.
- 2 The Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with transition date of April 1, 2016.
- 3 The Company is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
- 4 The Ind AS compliant financial results, pertaining to the quarter and six months ended 30th September, 2016 have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view.
- 5 Post the applicability of Goods and service Tax (GST) with effect from July 01,2017, revenue from operations is disclosed excluding GST, in compliance with Ind AS. Revenue from operations till 30 th June 2017 is inclusive of Excise Duty. For comparison , Revenue from operations have been disclosed on Gross as well as Net basis.
- 6 The Statement does not include Ind AS compliant result of the previous year ended March 31, 2017 as the same is not mandatory as per SEBI's Circular dated July 5, 2016.
- 7 As per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has opted to publish quarterly unaudited stand alone results and to publish consolidated results at the year-end.
- 8 Out of the amount of Rs.6604.00 lakhs received by way of Qualified Institutional Placement (QIP), an amount of Rs.3803.88 lakhs has been utilised towards issue expenses, capital expenditure and working capital and the balance of Rs.2800.12 lakhs is held in fixed deposits and current accounts.
- 9 Pursuant to approval of the members in the EGM held on June 9, 2017, the company has made preferential allotment of the following securities on August 2, 2017:
 - a) 75,020 equity shares to promoters and 52,544 equity shares to others, totaling to 1,27,564 equity shares, of Rs. 10 each at Rs. 408 per share, including a premium of-Rs. 398 per share. Thus the equity share capital has increased by Rs. 12.76 lakhs and share premium by 507.70 lakhs, effective from August 2, 2017. The proceeds received have been utilised for the objects of the preferential issue of shares.
 - b) 100,100 warrants to promoters and 35,000 warrants to others, totaling to 1,35,100 warrants, each convertible into one equity share of Rs. 10 each at Rs. 408 per share, including a premium of Rs. 398 per share. The company received the application money of Rs. 137.80 lakhs being 25% of the total amount on allotment of the said warrants which are convertible into equity shares within a period of 18 months from the date of allotment. Upon conversion, equity share capital would increase by Rs. 13.51 lakhs and share premium by Rs. 537.70 lakhs, effective within 18 months from August 2, 2017. The proceeds received have been utilised for the objects of the preferential issue of warrants.
- 10 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Description	(Rs. In lakhs)	
	For the quarter ended 30th september, 2016	For the half year ended 30th september, 2016
Net profit as per previous GAAP (Indian GAAP)	239.64	415.56
<i>Ind AS adjustments: Add / (Less):</i>		
Actuarial gain on post-employment defined benefit obligation, recognised in other comprehensive income	19.00	38.00
Borrowing - transaction adjustment	0.00	11.50
Tax impact on Ind AS adjustments	(6.58)	(17.13)
Net profit as per Ind AS	252.06	447.93
Other comprehensive income, net of income tax	(12.42)	(24.85)
Total comprehensive income for the period	239.64	423.08

Secunderabad
29.11.2017



For Premier Explosives Limited


Dr. A. N. Gupta
Chairman and Managing Director



INDEPENDENT AUDITOR'S REVIEW REPORT

TO
THE BOARD OF DIRECTORS OF
PREMIER EXPLOSIVES LIMITED

We have reviewed the Standalone Unaudited financial results of **PREMIER EXPLOSIVES LIMITED** ("the company") for the quarter ended September 30, 2017 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the Quarter and Six Months ended September 30, 2017' together with the relevant notes thereon ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 which has been initialed by us for identification purpose. The Statement is responsibility of the Company's Management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in the preparation of this Statement are consistent with those used in the preparation of Company's opening unaudited Balance Sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the Ind AS and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



