



# SHARAT INDUSTRIES LIMITED

CIN - L05005AP1990PLC011276

Regd. Off. : Venkanna Palem Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist. A.P.  
Processing Plant : Mahalakshampuram Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist. A.P.  
E-mail : saratnlr@hotmail.com, Website : www.sharatindustries.com

**CIN : L05005AP1990PLC011276**

Dt.14.11.2017

Corporate Relationship Department ,  
BSE Limited,  
Floor 25, P.J. Towers,  
Dalal street,  
Mumbai – 400 001,

Security Code:519397

Dear Sirs,

Sub: Outcome of Board meeting dated 14.11.2017

This is to inform you that the Board of Directors of the Company at its meeting held today i.e., 14<sup>th</sup> November, 2017, considered and approved the un-Audited Financial Results and Limited Review Report given by the Statutory Auditors for the Quarter and half year ended 30<sup>th</sup> September 2017 along with the other business of the meeting.

The Board Meeting commenced at 3.00 PM and concluded at 6.00 PM.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed please find Unaudited Financial Results for the quarter ended 30.09.2017 duly approved by the Board of Directors along with the Limited review report of the Auditors for your records.

We request to take note of the same and kindly acknowledge the receipt.

Thanking you,  
For Sharat Industries Limited

S.Prasad Reddy  
Managing Director

## SHARAT INDUSTRIES LIMITED

CIN: L05005AP1990PLC011276

Regd Office: Venkannapalem Village, T.P.Gudur Mandal, Nellore District, AP Pin 524002

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

Sr No	Particulars	Amount Rupees in Lakhs (Except per share data)				
		Quarter Ended			Half Year Ended	
		30-Sep-17 (unaudited)	30-Jun-17 (unaudited)	30-Sep-16 (unaudited)	30-Sep-17 (unaudited)	30-Sep-16 (unaudited)
1	<b>Revenue from Operations</b>					
	(a) Net Sales/income from operations	3,378.18	2,829.77	4,067.33	6,207.95	8,676.41
	(b) Other operating income	238.54	213.75	346.93	452.29	744.93
2	<b>Other income</b>	3,616.72	3,043.52	4,414.26	6,660.24	9,421.34
3	<b>Total Income(1+2)</b>	22.53	13.21	74.67	35.74	79.41
4	<b>Expenses</b>	3,639.25	3,056.73	4,488.93	6,695.98	9,500.75
	(a) Cost of materials consumed					
	(b) Excise duty	2,546.56	2,808.51	3,380.99	5,355.07	8,035.91
	(c) Purchase of stock-in-trade					
	(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade					
	(e) Employee benefits expenses	71.76	(583.81)	24.55	(512.05)	(436.86)
	(f) Finance Costs	191.00	169.64	240.45	360.64	466.12
	(g) Depreciation and amortisation expense	132.91	94.31	106.00	227.22	204.74
	(h) Other expense	65.89	63.93	70.93	129.82	141.85
	<b>Total Expenses</b>	604.00	485.99	544.22	1,089.99	1,018.97
		3,612.11	3,038.57	4,367.14	6,650.68	9,430.73
5	<b>Profit before tax (3-4)</b>	27.14	18.16	121.79	45.30	70.02
6	<b>Tax Expenses</b>					
	(a) Current tax	8.14	5.45	-	13.59	-
	(b) Short provision of income tax in respect of earlier years					
	(c) Deferred tax charge/ (credit)					
7	<b>Profit for the period (5-6)</b>	19.00	12.71	121.79	31.71	70.02
8	<b>Other Comprehensive income</b>					
	(i) Items that will not be reclassified to profit or loss	0.15	0.15	2.51	0.31	5.02
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.05)	(0.05)	(0.83)	(0.10)	(1.66)
	(iii) Items that will be reclassified to profit or loss					
	(iv) Income tax relating to items that will be reclassified to profit or loss					
	<b>Total other comprehensive income, net of income tax</b>	0.10	0.10	1.68	0.21	3.36
9	<b>Total comprehensive income (7+8)</b>	19.10	12.81	123.47	31.91	73.38
10	Paid-up equity share capital (Face value Rs.10 each)	2201.25	2201.25	2201.25	2201.25	2201.25
11	<b>Earnings per share Face value of Rs. 10 each (not annualised):</b>					
	(a) Basic (Rs.)	0.09	0.06	0.56	0.14	0.33
	(b) Diluted (Rs.)	0.09	0.06	0.56	0.14	0.33
	See accompanying notes to the Financial Results					

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**Notes to the Statement of Unaudited Financial Results-**

- 1 The above unaudited standalone financial results have been reviewed by the audit committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on 14th November 2017. These unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of Companies Act, 2013 read with the rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and the companies (Indian Accounting Standards) Amendment Rules, 2016 and the provisions of the Companies Act 2013.
- 2 The Company adopted Ind-AS from 1 April 2017 and accordingly the transition carried out, from the accounting principles generally accepted in India as specified under section 133 of the Companies act, 2013 read with the rule 7 of the Companies (Accounts) Rules, 2014 ("IGAAP" or "Previous GAAP"), 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 1 April 2016 and all the periods presented have been restarted accordingly.
- 3 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 half yearly ended September 30, 2017. An unqualified report has been issued by them thereon.
- 4 The figures for the corresponding Quarter and half year ended 30 september 2016, including the reconciliation of profit under Ind-AS of the Corresponding quarter/period with the profit reported under previous GAAP (as stated above), have not been subjected to limited review. The management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.  
  
The company is primarily engaged in the business of 'Aqua Culture' which is single segment for assessing its performance.
- 5
- 6 The unaudited financial results for the quarter and six months period ended 30 September 2016 included in the statement, are based on the previously issued results of the company prepared in accordance with the Accounting Standards as per section 133 of the Company Act, 2013 read with the rule 7 of the Companies (Accounts) Rules 2014 ('previous GAAP'). Those unaudited financial results prepared under previous GAAP and the financial results for the quarter ended 30 June 2017 (prepared under Ind-AS) were reviewed by the predecessor auditors and an unmodified conclusion was issued on the respective financial results. Management has adjusted unaudited financial results related to the quarter and six months period ended 30 september 2016 for the difference in the accounting principles adopted by the company on transition to the Indian Accounting Standards ('Ind-AS') and presented a reconciliation for the same.
- 8 The Statement does not include the Ind-AS compliant financial results and the Balance Sheet for the previous year ended 31 March 2017 since the same is not mandatory as per SEBI circular dated 5 July 2016.
- 9 Reconciliation of Profit, as previously reported under IGAAP to Ind-AS for the quarter and the half year ended 30 September 2016:

Sl. No	Nature of Adjustments	For the Quarter ended 30 September 2016	For the Six months ended 30 September 2016
A	Net profit as per previous GAAP	120.11	66.66
B	Effect of transition to Ind-AS on Statement of Profit or loss:		
	i)Effect of finance cost on non-convertible redeemable preference shares	0	0
	ii)Actuarial loss on defined benefit liability reclassified to other comprehensive income	2.51	5.02
	iii)Effect of measuring staff costs in respect of intra-group share based payments	0	0
	iv)Others	0	0
	v)Tax impact on the above items	-0.83	-1.66
	<b>Total Adjustment</b>	<b>1.68</b>	<b>3.36</b>
C	<b>Net profit for the period under Ind-AS (A+B)</b>	<b>121.79</b>	<b>70.02</b>
D	<b>Total other comprehensive income (net of tax)</b>	<b>1.68</b>	<b>3.36</b>
E	<b>Total comprehensive income (C+D)</b>	<b>123.47</b>	<b>73.38</b>

Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period 's classification / disclosure.

In view of the various clarifications issued and being issued by the Ind AS transition facilitation Group constituted by the Accounting Standards Board of the Institute of Chartered Accountants of India, it may be possible that interim financials may undergo adjustments on finalisation of full year Ind AS financial statements as at and for the year ended 31st March 2018, due to treatments/methods suggested by ITFG on applicability of various Ind AS.

For Sharat Industries Limited



S. Prasad Reddy  
Managing Director

Place : Nellore

Date: 14th November 2017

Amount Rupees in Lakhs

Sr.No	Particulars	As at half year ended
		30 September 2017 (Unaudited)
	<b>ASSETS</b>	
1	<b>Non- Current assets</b>	
	Property, plant & equipment	3,601.09
	Capital work-in- progress	22.49
	Intangible assets	3.70
	Intangible assets under development	-
	Financial assets	
	Other financial assets	-
	Income tax assets (net)	
	Other non- current assets	410.14
		<b>4,037.42</b>
2	<b>Current Assets</b>	
	Inventories	4,010.69
	Financial Assets	
	Trade receivables	2,212.32
	Cash and cash equivalents	174.09
	Bank balances other than cash and cash equivalents	334.21
	Loans	292.09
	Derivative contract assets	-
	Other financial assets	-
	Other current assets	69.29
		<b>7,092.69</b>
	<b>Total Assets</b>	<b>11,130.11</b>
	<b>EQUITY AND LIABILITIES</b>	
	<b>Equity</b>	
	Equity Share capital	2,201.25
	Other equity	2,737.38
		<b>4,938.63</b>
	<b>LIABILITIES</b>	
1	<b>Non-Current liabilities</b>	
	Financial liabilities	
	Borrowings	728.29
	Provisions	13.00
	Deferred tax liabilities(net)	262.18
		<b>1,003.47</b>
2	<b>Current liabilities</b>	
	Financial liabilities	
	Trade payables	1,099.02
	Other financial liabilities	3,894.24
	Other current liabilities	158.09
	Provisions	33.70
	Current tax liabilities(net)	2.95
		<b>5,188.00</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>11,130.11</b>

For Sharat Industries Limited

  
S. Prasad Reddy  
Managing Director

Place: Nellore  
Date: 14th November 2017

**Limited Review Report on quarterly Unaudited Financial Results of Sharat Industries Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of  
Sharat Industries Limited**

We have reviewed the accompanying statement of unaudited financial results of **SHARAT INDUSTRIES LIMITED** for the quarter and Six months period ended 30<sup>th</sup> September 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (listing Obligation and Disclosure Requirements) Regulation 2015 ("Listing Regulation"), as modified by SEBI Circular No.CIR/CFD/FAC/62/2016, dated 5<sup>th</sup> July 2016. Attention is drawn to the fact that the figures for the corresponding quarter and six months period ended 30 September 2016 including the reconciliation of profit under Ind AS of the corresponding quarter / period with profit reported under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We draw attention to Note 6 of the Statement, which explains that the unaudited financial results for the quarter and six months period ended 30<sup>th</sup> September 2016 included in the Statement, are based on previously issued results of the Company prepared in accordance with Accounting Standards as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (previous GAAP). Those unaudited financial results prepared under previous GAAP and financial results for the quarter ended 30 June 2017 were reviewed by the predecessor auditors, whose limited review report dated 14 November 2016 and 14 August 2017 respectively expressed an unmodified conclusion on those unaudited financial results. Management has adjusted unaudited financial results related to the quarter and six months

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period ended 30 September 2016 for the difference in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS') and presented a reconciliation for the same, which has been approved by the Company's Board of Directors but has been subjected to review.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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, as modified by SEBI Circular No. CIR/CFD/FAC/62/2016, dated 5<sup>th</sup> July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For A.R.Krishnan & Associates  
Chartered Accountants  
Firm Regn.No.0098055



*A.S. Kumar*

(A.Senthil Kumar)  
Partner

Membership No.: 214611

Place: Chennai

Date : 14-11-2017

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