



VST Industries Limited

Regd Office: Azamabad, Hyderabad - 500 020.

Phone: 91-40-27688000, Fax: 91-40 - 27615336

CIN:L29150TG1930PLC000576, Email: corporate@vstind.com, Website: www.vsthyd.com

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

Sl. No.	PARTICULARS						(₹ in Lakhs)	
		3 months ended	Preceding 3 months ended	Corresponding 3 months ended	Year to date figures for the current period ended	Year to date figures for the previous year ended	Previous year ended	
		30-09-2017 (Unaudited)	30-06-2017 (Unaudited)	30-09-2016 (Unaudited)	30-09-2017 (Unaudited)	30-09-2016 (Unaudited)	31-03-2017 (Audited)	
Col.1	Col.2	Col.3	Col.4	Col.5	Col.6	Col.7	Col.8	
1.	Income from Operations							
	(a) Gross Sales / Income from Operations	23934	56186	54340	80120	112942	225724	
	(b) Other Operating Income	18	38	187	56	283	406	
	Income from Operations (Gross)	23952	56224	54527	80176	113225	226130	
2.	Other Income	481	571	501	1052	1106	2007	
3.	Total Income from Operations (1+2)	24433	56795	55028	81228	114331	228137	
4.	Expenses:							
	(a) Cost of Materials consumed	9852	9673	13212	19525	25424	46847	
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	601	(107)	(1264)	494	(639)	(11)	
	(c) Excise duty	1961	35268	32069	37229	65847	133891	
	(d) Employee benefits expense	2109	2174	2388	4283	4443	8970	
	(e) Depreciation and amortisation expense	938	935	859	1873	1676	3692	
	(f) Other expenses	2429	2685	3137	5114	6475	11659	
	Total Expenses	17890	50628	50401	68518	103226	205048	
5.	Profit before Tax (3 - 4)	6543	6167	4627	12710	11105	23089	
6.	Tax Expense							
	(a) Current tax	2235	2184	1453	4419	3606	8070	
	(b) Deferred tax	(93)	4	96	(89)	49	(188)	
	Total Tax Expenses	2142	2188	1549	4330	3655	7882	
7.	Profit after Tax Expense (5 - 6)	4401	3979	3078	8380	7450	15207	
8.	Other Comprehensive Income	11	5	39	16	7	(183)	
9.	Total Comprehensive Income (7+8)	4412	3984	3117	8396	7457	15024	
10.	Paid-up Equity Share Capital (Face Value of ₹ 10 per Share)	1544	1544	1544	1544	1544	1544	
11.	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year						52353	
12.	Earnings per Share (EPS) (of ₹ 10/- each) (not annualised)							
	- Basic and diluted EPS	28.57	25.80	20.18	54.37	48.29	97.29	

Notes:

- The above mentioned results were reviewed by the Audit Committee at its meeting held on 30th October, 2017 and approved by the Board of Directors at its meeting held on 31st October, 2017.
- With implementation of Goods & Service tax (GST) with effect from 1st July, 2017, your Company's main product is now subjected to GST and Compensation Cess in addition to Central Excise (currently only National Calamity Contingent Fund). Due to such restructuring of indirect taxes, the figures for 'Gross Sales' (net of GST and Compensation Cess) and 'Excise duty' for the quarter and six months ended 30th September, 2017 are not comparable with the previous periods.
- The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July, 2016.

The Company adopted Ind AS from 1st April, 2017, and accordingly, these financial results including for all periods presented, are in accordance with Ind AS. Limited Review has been carried out by the Statutory Auditors for the quarter and six months ended 30th September, 2016 and the restated financial results for the year ended 31st March, 2017, has been audited by the Statutory Auditors. Restated financial results and reconciliation of net profit in accordance with Ind AS 101- First-time Adoption of Indian Accounting Standards is given hereunder:

A. Reconciliation of above mentioned results to those reported under previous Generally Accepted Accounting Principles (GAAP) are summarised as follows:

Particulars	Notes	Previous year	Year to date	Previous year
		3 months ended	figures for the	ended
		30-09-2016	30-09-2016	31-03-2017
Profit after Tax for the period (as per previous GAAP)		3530	7691	16721
Impact of measuring investments at Fair Value through Profit or Loss (FVTPL)	(iii)	(436)	(200)	(1748)
Reclassification of actuarial gain / losses, arising in respect of defined employee benefit schemes to Other Comprehensive Income (OCI)		-	-	158
Tax Adjustments		(16)	(41)	76
Profit after Tax for the period (as per Ind AS)		3078	7450	15207
Other Comprehensive Income (net of tax)		39	7	(183)
Total Comprehensive Income as reported under Ind AS		3117	7457	15024

B. Reconciliation of equity as reported under previous Generally Accepted Accounting Principles (GAAP) is summarised hereunder:

Particulars	Notes	Previous year
		31-03-2017
Equity as reported under previous GAAP		53707
Impact of measuring derivative financial instruments, being cash flow hedges, at fair value (net of tax)		(5)
Impact of measuring investments at Fair Value through Profit or Loss (FVTPL) or FVOCI (net of tax)	(ii), (iii)	70
Tax Adjustments - Land		125
Equity as reported under Ind AS		53897

Comprising:

Paid up equity share capital

1544

Reserves

52353



i) Exemptions applied at transition - Ind AS 101 allows first time adopters exemption from the retrospective application of certain requirements under Ind AS. Accordingly, the Company has applied the following exemptions in its standalone financial results:

Property, plant and equipment and intangible assets were carried in the Balance Sheet prepared in accordance with previous GAAP as at 31st March, 2016. Under Ind AS, the Company has elected to regard such carrying values as deemed cost on the date of transition. Further, the Company had revalued certain freehold land and buildings based on professional valuation as at 31st March, 1989 and had a balance of ₹ 265 Lakhs in revaluation reserve on the date of transition. On transition, such revaluation reserve has been adjusted in retained earnings.

ii) Under previous GAAP, non-current investments were stated at cost. Where applicable, provision was made to recognise a decline, other than temporary, in valuation of such investments. Under Ind AS, equity instruments have been classified as Fair Value through Other Comprehensive Income (FVTOCI) through an irrevocable election on the date of transition.

iii) Under previous GAAP, current investments were stated at lower of cost and fair value. Under Ind AS, these financial assets have been classified as Fair Value through Profit or Loss (FVTPL) on the date of transition and fair value changes after the date of transition has been recognised in profit or loss.

4. Limited Review of the above mentioned results as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the Statutory Auditors. This Report does not have any impact on the above mentioned results and notes which need to be explained.

5. Standalone Balance Sheet

Particulars	₹ in Lakhs	
	As at current half year end 30-09-2017 (Unaudited)	As at previous year end 31-03-2017 (Audited)
<b>A. ASSETS</b>		
<b>1. Non - Current Assets</b>		
(a) Property, Plant and Equipments	20296	21997
(b) Capital work- in-progress	1935	82
(c) Intangible assets	3	4
(d) Financial Assets		
(i) Investments	200	177
(ii) Loans	15	16
(iii) Other financial assets	2	2
(e) Deferred tax assets (net)	2339	2246
(f) Other non-current assets	687	398
<b>Sub-total - Non - Current Assets</b>	<b>25477</b>	<b>24922</b>
<b>2. Current Assets</b>		
(a) Inventories	34153	32931
(b) Financial Assets		
(i) Investments	20958	17182
(ii) Trade receivables	2902	1204
(iii) Cash and cash equivalents	1044	1192
(iv) Other bank balances	987	802
(v) Loans	3	3
(vi) Other financial assets	3	15
(c) Other current assets	4413	1344
(d) Current tax assets (net)	52	170
<b>Sub-total - Current Assets</b>	<b>64515</b>	<b>54843</b>
<b>TOTAL - ASSETS</b>	<b>89992</b>	<b>79765</b>
<b>B. EQUITY AND LIABILITIES</b>		
<b>1. Equity</b>		
(a) Equity Share capital	1544	1544
(b) Other Equity	46811	52353
<b>Sub-total - Equity</b>	<b>48355</b>	<b>53897</b>
<b>2. Liabilities</b>		
<b>Non - Current Liabilities</b>		
(a) Provisions	1453	1091
<b>Sub-total - Non - Current Liabilities</b>	<b>1453</b>	<b>1091</b>
<b>3. Current Liabilities</b>		
(a) Financial Liabilities		
(i) Trade Payables	7260	5599
(ii) Other financial liabilities	1519	1005
(b) Other Current Liabilities	31405	18173
<b>Sub-total - Current Liabilities</b>	<b>40184</b>	<b>24777</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>89992</b>	<b>79765</b>

6. The Company has a single operating segment viz. "tobacco and related products", and accordingly, reviews business performance at an overall Company level. Therefore, the disclosure as per Ind AS 108 - 'Operating Segments' is not applicable.

7. To facilitate comparison, figures of previous period have been re-arranged, where necessary.

BY ORDER OF THE BOARD  
VST INDUSTRIES LIMITED

N. SAI SANKAR  
MANAGING DIRECTOR  
DIN: 00010270

Place: Hyderabad  
Date: 31st October, 2017

