



**Premier  
Explosives  
Limited**



November 2nd, 2016

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, 2016, 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. 02nd of November, 2016 have approved the Unaudited Financial Results for the Second Quarter and Half Year ended 30th of September, 2016 and taken on record, the Limited Audit Review Report on the Results.

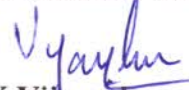
In terms of Regulation, 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith forwarding the Statement of the Unaudited Financial Results along with the Limited Audit Review Report for the said period.

The Meeting of the Board of Directors commenced at 12.00 P.M and concluded at 4.30P.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, 2016**

(Rs. in lakhs)

| S. no. | Particulars                                                                                   | Quarter ended  |                |                | Half year ended |                | Year ended      |
|--------|-----------------------------------------------------------------------------------------------|----------------|----------------|----------------|-----------------|----------------|-----------------|
|        |                                                                                               | 30.09.2016     | 30.06.2016     | 30.09.2015     | 30.09.2016      | 30.09.2015     | 31.03.2016      |
|        |                                                                                               | (Unaudited)    | (Unaudited)    | (Unaudited)    | (Unaudited)     | (Unaudited)    | (Audited)       |
| 1      | <b>Income from operations</b>                                                                 |                |                |                |                 |                |                 |
|        | Gross sales/income from operations                                                            | 6043.47        | 5218.94        | 4438.83        | 11262.41        | 8557.57        | 20216.94        |
|        | Less: Excise duty                                                                             | 573.51         | 499.35         | 412.21         | 1072.86         | 776.86         | 1786.49         |
|        | Net sales/income from operations                                                              | 5469.96        | 4719.59        | 4026.62        | 10189.55        | 7780.71        | 18430.45        |
|        | Other operating income                                                                        | 22.44          | 10.19          | 17.62          | 32.63           | 28.50          | 68.20           |
|        | <b>Total income from operations</b>                                                           | <b>5492.40</b> | <b>4729.78</b> | <b>4044.24</b> | <b>10222.18</b> | <b>7809.21</b> | <b>18498.65</b> |
| 2      | <b>Expenses</b>                                                                               |                |                |                |                 |                |                 |
|        | Cost of raw materials consumed                                                                | 2906.29        | 2659.20        | 2319.39        | 5565.49         | 4336.26        | 9688.80         |
|        | Purchase of stock in trade                                                                    | 0.20           | 1.17           | 0.36           | 1.37            | 2.65           | 34.49           |
|        | Changes in inventories of finished goods, work-in-progress and scrap                          | 63.86          | (180.58)       | (104.70)       | (116.72)        | (91.98)        | 418.48          |
|        | Employee benefits expense                                                                     | 1270.72        | 1159.77        | 967.27         | 2430.49         | 1873.09        | 4026.90         |
|        | Research and development expenses                                                             | 29.62          | 23.69          | 25.03          | 53.31           | 44.07          | 89.78           |
|        | Depreciation (net) and amortisation expense                                                   | 84.23          | 86.11          | 84.51          | 170.34          | 167.34         | 332.39          |
|        | Other expenses                                                                                | 701.68         | 642.30         | 553.07         | 1343.98         | 1062.92        | 2479.47         |
|        | <b>Total expenses</b>                                                                         | <b>5056.60</b> | <b>4391.66</b> | <b>3844.93</b> | <b>9448.26</b>  | <b>7394.35</b> | <b>17070.31</b> |
| 3      | <b>Profit from operations before other income, finance costs and exceptional items (1-2)</b>  | <b>435.80</b>  | <b>338.12</b>  | <b>199.31</b>  | <b>773.92</b>   | <b>414.86</b>  | <b>1428.34</b>  |
| 4      | Other income                                                                                  | 14.68          | 12.78          | 16.90          | 27.46           | 24.27          | 46.45           |
| 5      | Profit from ordinary activities before finance costs and exceptional items (3+4)              | 450.48         | 350.90         | 216.21         | 801.38          | 439.13         | 1474.79         |
| 6      | Finance costs                                                                                 | 89.55          | 95.22          | 74.74          | 184.77          | 157.86         | 374.49          |
| 7      | <b>Profit from ordinary activities after finance costs but before exceptional items (5-6)</b> | <b>360.93</b>  | <b>255.68</b>  | <b>141.47</b>  | <b>616.61</b>   | <b>281.27</b>  | <b>1100.30</b>  |
| 8      | Exceptional items                                                                             |                |                |                |                 |                |                 |
|        | a. Profit on sale of land                                                                     | -              | -              | 83.51          | -               | 83.51          | 100.10          |
|        | b. Payments under Voluntary Retirement Scheme                                                 | -              | -              | -              | -               | (369.56)       | (369.56)        |
| 9      | <b>Profit from ordinary activities before tax (7+8)</b>                                       | <b>360.93</b>  | <b>255.68</b>  | <b>224.98</b>  | <b>616.61</b>   | <b>(4.78)</b>  | <b>830.84</b>   |
| 10     | Tax expense                                                                                   | 121.29         | 79.76          | 35.99          | 201.05          | (46.98)        | 263.33          |
| 11     | Net profit from ordinary activities after tax (9-10)                                          | 239.64         | 175.92         | 188.99         | 415.56          | 42.20          | 567.51          |
| 12     | Extraordinary items (net of tax expenses)                                                     | -              | -              | -              | -               | -              | -               |
| 13     | <b>Net profit for the period (11-12)</b>                                                      | <b>239.64</b>  | <b>175.92</b>  | <b>188.99</b>  | <b>415.56</b>   | <b>42.20</b>   | <b>567.51</b>   |
| 14     | Paid-up equity share capital (Face value of share Rs. 10/-) at the end of the quarter / year  | 885.86         | 885.86         | 885.86         | 885.86          | 885.86         | 885.86          |
| 15     | Reserves excluding revaluation reserves as per balance sheet of previous accounting year      | -              | -              | -              | -               | -              | 5,659.27        |
| 16i    | Earning per share (before extraordinary items) (of Rs. 10/- each) (not annualised)            |                |                |                |                 |                |                 |
|        | a) Basic                                                                                      | 2.70           | 1.99           | 2.13           | 4.69            | 0.48           | 6.41            |
|        | b) Diluted                                                                                    | 2.70           | 1.99           | 2.13           | 4.69            | 0.48           | 6.41            |
| 16ii   | Earning per share (after extraordinary items) (of Rs. 10/- each) (not annualised)             |                |                |                |                 |                |                 |
|        | a) Basic                                                                                      | 2.70           | 1.99           | 2.13           | 4.69            | 0.48           | 6.41            |
|        | b) Diluted                                                                                    | 2.70           | 1.99           | 2.13           | 4.69            | 0.48           | 6.41            |



*[Handwritten signature]*

**Statement of Standalone assets and liabilities as at 30th September, 2016**

(Rs. in lakhs)

|                                | As at<br>30th September, 2016<br>(Unaudited) | As at<br>31st March, 2016<br>(Audited) |
|--------------------------------|----------------------------------------------|----------------------------------------|
| <b>Equity and liabilities</b>  |                                              |                                        |
| <b>Share holders' funds</b>    |                                              |                                        |
| Share capital                  | 885.86                                       | 885.86                                 |
| Reserves and surplus           | 6,074.83                                     | 5,659.27                               |
|                                | <b>6,960.69</b>                              | <b>6,545.13</b>                        |
| <b>Non-current liabilities</b> |                                              |                                        |
| Long term borrowings           | 519.11                                       | 31.85                                  |
| Deferred tax liabilities (net) | 424.55                                       | 408.50                                 |
| Other long term liabilities    | 48.35                                        | 73.35                                  |
| Long term provisions           | 245.66                                       | 233.66                                 |
|                                | <b>1,237.67</b>                              | <b>747.36</b>                          |
| <b>Current liabilities</b>     |                                              |                                        |
| Short-term borrowings          | 2,289.15                                     | 2,177.36                               |
| Trade payables                 | 1,495.02                                     | 1,186.93                               |
| Other current liabilities      | 2,327.35                                     | 2,055.01                               |
| Short-term provisions          | 132.88                                       | 257.52                                 |
|                                | <b>6,244.40</b>                              | <b>5,676.82</b>                        |
| <b>Total</b>                   | <b>14,442.76</b>                             | <b>12,969.31</b>                       |
| <b>Assets</b>                  |                                              |                                        |
| <b>Non-current assets</b>      |                                              |                                        |
| Fixed assets                   | 4,376.05                                     | 4,186.87                               |
| Non-current investments        | 526.00                                       | 525.00                                 |
| Long term loans and advances   | 431.68                                       | 336.13                                 |
| Other non-current assets       | 144.85                                       | 175.33                                 |
|                                | <b>5,478.58</b>                              | <b>5,223.33</b>                        |
| <b>Current assets</b>          |                                              |                                        |
| Inventories                    | 3,025.07                                     | 2,232.61                               |
| Trade receivables              | 4,370.68                                     | 4,237.24                               |
| Cash and bank balances         | 704.22                                       | 664.77                                 |
| Short term loans and advances  | 794.48                                       | 549.33                                 |
| Other current assets           | 69.73                                        | 62.03                                  |
|                                | <b>8,964.18</b>                              | <b>7,745.98</b>                        |
| <b>Total</b>                   | <b>14,442.76</b>                             | <b>12,969.31</b>                       |

**Notes to the financial results**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 2nd November, 2016.
- The Company has joint venture and subsidiary companies and in terms of regulation 33 (3) (b) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, has opted to submit the consolidated financial results on an annual basis.
- The Statutory auditors have carried out a limited review on the financial results for the three months ended 30th September, 2016.
- The company's primary business is manufacture of "high energy materials" as a single business segment.
- Figures for the previous year / periods have been regrouped, wherever necessary, to conform to the current periods classification.

 Secunderabad  
02.11.2016


For Premier Explosives Limited

  
**Dr. A. N. Gupta**  
 Chairman & Managing Director



## **INDEPENDENT AUDITOR'S REVIEW REPORT**

**TO**  
**THE BOARD OF DIRECTORS OF**  
**PREMIER EXPLOSIVES LIMITED**

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **PREMIER EXPLOSIVES LIMITED** ("the company") for the quarter and half-year ended 30<sup>th</sup> September, 2016 ("the Statement"). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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, prepared in accordance with the 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For P.V.R.K. NAGESWARA RAO & Co.,**  
**Chartered Accountants**  
**Firm's Registration Number: 002283S**

**HYDERABAD**  
**02.11.2016**

  
**N. ANKA RAO**  
**Partner**  
**Membership Number: 23939**

