

Date: 12th December, 2017

BSE Limited Department of Corporate services Phirojee Jeejeebhoy Towers Dalal Street, Mumbai – 400023	National Stock Exchange of India Limited Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai – 400051
Scrip Code: 500136	Symbol: ESTER

Dear Sir

Subject :i) Outcome of the Board Meeting**ii) Submission of Un-audited Financial Results for the quarter and half year ended on 30th September, 2017.**

We wish to intimate you that a meeting of the Board of Directors of the Company was held on Tuesday, 12th December, 2017. The meeting was commenced at 2:00 PM and concluded at 3:40 PM. During the meeting, the Board, amongst other items of Agenda, considered and approved the Un-audited Financial Results for the quarter and half year ended on 30th September, 2017.

Further, pursuant to the requirement of Regulation 33 of SEBI (LODR) Regulation, 2015, we wish to submit the approved Standalone Un-audited Financial Results for the quarter and half year ended on 30th September, 2017 along with Limited Review Report thereon.

The Results will be published in the newspaper in terms of Regulation 47 of SEBI (LODR) Regulations, 2015 in due course and also will be placed on the Website of the Company.

Please take the above on your record.

Thanking You

Yours Faithfully

For Ester Industries Limited


Diwaker Dinesh
Company Secretary

Encls: As above

Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
(Formerly Walker, Chandiook & Co)
L-41 Connaught Circus
New Delhi 110001
India

T +91 11 4278 7070
F +91 11 4278 7071

Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Ester Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Ester Industries Limited ("the Company") for the quarter ended September 30, 2017 and the year to date results for the period April 01, 2017 to September 30, 2017, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended September 30, 2016 and year to date results from April 01, 2016 to September 30, 2016, including the reconciliation of net loss under Ind AS of the respective periods with net loss reported under previous GAAP, as included in the Statement have been approved by the Board of Directors but have not been subject to limited review or audit. 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.
2. 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/FAC/62/2016 dated July 05, 2016, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the



Walker Chandiook & Co LLP

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.

4. The review of comparative information prepared under previous GAAP used by the management to prepare Ind AS compliant financial information for three months ended September 30, 2016, and six months ended September 30, 2016 and year to date results from April 01, 2016 to September 30, 2016 included in the Statement was carried out and reported by M/s S.R. Batliboi & Company LLP vide their unmodified review report dated November 14, 2016. Our review report is not modified in respect of this matter.

Walker Chandiook & Co LLP

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

Ashish Gupta

per **Ashish Gupta**

Partner

Membership No. 504662



Place: Delhi

Date: December 12, 2017

Statement of Unaudited Results for the Quarter ended on September 30, 2017

(Rs. In lacs)

(Rs. in lacs)

Sr. No.	Particulars	Three months ended	Three months ended	Correspondin g Three months ended	Six months ended	Corresponding Six months ended
		September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
PART I						
1	Income					
a)	Revenue from operations (refer note 4)	19,743.35	20,482.49	17,847.76	40,225.84	35,992.93
b)	Other Income	116.80	111.84	170.31	228.64	268.05
	Total income (a+b)	19,860.15	20,594.33	18,018.07	40,454.48	36,260.98
2	Expenses					
a)	Cost of materials consumed	12,322.51	13,042.02	10,732.04	25,364.53	21,108.68
b)	Changes in inventories of finished goods and work in progress	1,390.69	(737.79)	83.91	652.90	310.35
c)	Excise duty (refer note 4)	29.78	1,745.06	1,580.68	1,774.84	3,135.92
d)	Employee benefits expenses	1,101.70	1,099.37	1,111.26	2,201.07	2,328.32
e)	Depreciation and amortisation expense	776.41	770.42	804.99	1,546.83	1,595.63
f)	Finance cost	811.42	844.77	817.93	1,656.19	1,629.37
g)	Other expenses	3,515.27	3,850.51	3,630.66	7,365.78	7,125.03
	Total expenses (a+b+c+d+e+f+g)	19,947.78	20,614.36	18,761.47	40,562.14	37,233.30
3	Loss from ordinary activities before tax (1-2)	(87.63)	(20.03)	(743.40)	(107.66)	(972.32)
4	Tax expense					
-	Current Tax	-	-	-	-	-
-	Deferred tax credit	(21.74)	(6.52)	(240.82)	(28.26)	(315.14)
5	Net Loss for the period (3-4)	(65.89)	(13.51)	(502.58)	(79.40)	(657.18)
6	Other Comprehensive Income					
a)	Items that will not be reclassified to profit and loss					
i)	Actuarial gain / (loss) on remeasurement of defined benefit plan	28.27	10.84	27.43	39.11	23.37
ii)	Income tax relating to the above	(9.35)	(3.58)	(9.07)	(12.93)	(7.73)
	Other comprehensive income for the period (a(i+ii))	18.92	7.26	18.36	26.18	15.64
7	Total comprehensive income (5+6)	(46.97)	(6.25)	(484.22)	(53.22)	(641.54)
8	Paid-up equity share capital (Face Value of Share Rs. 5/- each)	4,169.69	4,169.69	4,169.69	4,169.69	4,169.69
9	Earning Per Share (face value of Rs. 5 each)					
	Basic EPS (in Rs)	(0.08)	(0.02)	(0.60)	(0.10)	(0.79)
	Diluted EPS (in Rs)	(0.08)	(0.02)	(0.60)	(0.10)	(0.79)

NOTES :

- The above results for the quarter ended September 30, 2017 have been reviewed by the Audit Committee and have been approved by the Board of Directors at the meeting held on December 12, 2017.
- The Company has adopted Indian Accounting Standards ("IND-AS") effective April 01, 2017 (transition date being April 01, 2016) and accordingly, the financial results for the quarter ended September 30, 2017 have been prepared in accordance with the recognition and measurement principles laid down in the IND AS prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. The IND-AS financial results and financial information for the quarter ended September 30, 2016 have been compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with IND-AS and shall be subject to adjustments from audit. This information has not been subject to any limited review or audit, however, the Company's management has exercised necessary due diligence to ensure that such financials results provide a true and fair view.
- Reconciliation of net loss after tax reported in accordance with previous GAAP to total comprehensive income in accordance with Ind-AS is given below for the quarter ended September 30, 2016:

(Rs. In lacs)

	Three months ended	Six months ended
	September 30, 2016	September 30, 2016
Net loss as per previous Indian GAAP	(504.14)	(663.18)
Impact of effective interest rate adjustment on borrowings	(3.46)	(8.01)
Impact of deferred payment terms on intangible assets	(2.94)	(8.27)
Impact of mark to market on derivative instruments	3.66	4.60
Impact of reversal of expected credit loss on trade receivables	33.18	42.91
Investments at fair valuation through profit and loss	(1.41)	(0.64)
Reversal of depreciation on stores and spares	0.81	1.69
Re-measurement impact of retirement benefits	(27.43)	(23.37)
Deferred tax impact	(0.85)	(2.91)
Net Loss as per Ind-AS	(502.58)	(657.18)
Other comprehensive income	18.36	15.64
Total comprehensive income for the period under Ind AS	(484.22)	(641.54)

- Revenue for the quarter ended September 30, 2017 is net of Goods and Service tax (GST) which is applicable from July 01, 2017, however, revenue before this period is net of VAT but gross of excise duty. Accordingly the revenue for the quarter and half year ended September 30, 2017 are not comparable with the previous period presented in these standalone financial results. Similarly, cost of good sold and expenses are also not comparable.

**SIGNED FOR
IDENTIFICATION
PURPOSES**

Place : New Delhi
 Date: December 12, 2017



For Ester Industries Limited

Arvind Singhania
 Chairman & CEO



ESTER INDUSTRIES LIMITED

Regd. Office : Sohan Nagar, P.O. Charubeta, Khatima - 262 308. Distt. Udham Singh Nagar (Uttarakhand)

CIN - L24111UR1985PLC015063, Website : www.esterindustries.com; Email : investor@ester.in

Phone: (05943) 250153-57; Fax: (05943) 250158

Statement Of Assets and Liabilities for the Period Ended September 30, 2017

(Rs. In lacs)

	Particulars	As at September 30, 2017 (Unaudited)
A	ASSETS	
1	<u>Non-current assets</u>	
	Property, plant and equipment	40,598.45
	Capital work-in-progress	138.34
	Other intangible assets	219.09
	Financial assets	
	Investment	-
	Loans	709.82
	Other financial assets	74.17
	Other non-current assets	63.39
	Sub total non current assets	41,803.26
2	<u>Current assets</u>	
	Inventories	10,946.42
	Financial assets	
	Investment	26.63
	Trade receivables	12,764.05
	Cash and cash equivalents	157.00
	Other bank balances	640.96
	Loans	54.48
	Other financial assets	32.40
	Current tax assets (net)	120.15
	Other current assets	1,581.28
	Sub total current assets	26,323.37
	Total	68,126.63
B	EQUITY AND LIABILITIES	
1	<u>Equity</u>	
	Equity share capital	4,169.69
	Other equity	23,462.69
	Sub total equity	27,632.38
	<u>Liabilities</u>	
2	<u>Non - current liabilities</u>	
	Financial liabilities	
	Borrowings	4,621.41
	Provisions	685.57
	Deferred tax liabilities (net)	1,642.25
	Other non-current liabilities	3,059.54
	Sub total non current liabilities	10,008.77
3	<u>Current liabilities</u>	
	Financial liabilities	
	Borrowings	20,787.07
	Trade payables	3,887.84
	Other financial liabilities	4,941.43
	Provisions	262.50
	Other current liabilities	547.86
	Current tax liabilities (net)	58.78
	Sub total current liabilities	30,485.48
	Total	68,126.63

**SIGNED FOR
IDENTIFICATION
PURPOSES**



ESTER INDUSTRIES LIMITED

Regd. Office : Sohan Nagar, P.O. Charubeta, Khatima - 262 308, Dist. Uttarakhand)
 CTN - 124111(R1985PLC015063, Website : www.esterindustries.com; Email : investor@ester.in
 Phone : (05943) 250153-57; Fax: (05943) 250158
 Segment Wise Revenue, Results, Assets and Liabilities for the Quarter ending September 30, 2017

Particulars	Three months ended September 30, 2017	Preceding Three months ended June 30, 2017	Corresponding Three months ended September 30, 2016	Six months ended September 30, 2017	Corresponding Six months ended September 30, 2016
1. Segment Revenue (refer note 4)*	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
a. Polyester Chips & Film	15,728.88	15,930.18	14,194.32	31,659.06	28,584.10
b. Engineering Plastic	4,014.47	4,552.31	3,653.44	8,566.78	7,408.83
Income From Operations	19,743.35	20,482.49	17,847.76	40,225.84	35,992.93
2. Segment Results					
Profit / (loss) before tax and interest					
a. Polyester Chips & Film	1,406.38	1,553.70	833.74	2,960.08	2,443.34
b. Engineering Plastic	171.19	424.92	236.29	596.11	438.77
Total	1,577.57	1,978.62	1,070.03	3,556.19	2,882.11
Less :					
i. Finance Cost	811.42	844.77	817.93	1,656.19	1,629.37
ii. Other un-allocable expenditure net off from Un-allocable income	853.78	1,153.88	995.50	2,007.66	2,225.06
Total Profit/(Loss) Before Tax	(87.63)	(20.03)	(743.40)	(107.66)	(972.32)
3. Segment Assets					
a. Polyester Chips & Film	43,333.05	43,745.14	43,611.10	43,333.05	43,611.10
b. Engineering Plastic	10,849.65	9,772.23	9,457.61	10,849.65	9,457.61
c. Unallocated	13,943.93	13,915.28	15,132.75	13,943.93	15,132.75
Total	68,126.63	67,432.65	68,201.46	68,126.63	68,201.46
4. Segment Liabilities					
a. Polyester Chips & Film	6,011.50	7,619.81	6,370.20	6,011.50	6,370.20
b. Engineering Plastic	1,230.15	1,097.42	919.86	1,230.15	919.86
c. Unallocated	33,252.60	31,035.29	32,778.01	33,252.60	32,778.01
Total	40,494.25	39,752.52	40,068.07	40,494.25	40,068.07

* Break up for income from operation

Particulars	Three months ended September 30, 2017	Preceding Three months ended June 30, 2017	Corresponding Three months ended September 30, 2016	Six months ended September 30, 2017	Corresponding Six months ended September 30, 2016
Segment Revenue					
a. Polyester Chips & Film	15,728.88	15,930.18	14,194.32	31,659.06	28,584.10
b. Engineering Plastic	4,014.47	4,552.31	3,653.44	8,566.78	7,408.83
Gross Income From Operations	19,743.35	20,482.49	17,847.76	40,225.84	35,992.93
Excise Duty					
a. Polyester Chips & Film	29.78	1,262.28	1,179.10	1,292.06	2,327.58
b. Engineering Plastic	-	482.78	401.58	482.78	808.34
Excise Duty	29.78	1,745.06	1,580.68	1,774.84	3,135.92
Segment Revenue					
a. Polyester Chips & Film	15,699.10	14,667.90	13,015.22	30,367.00	26,256.52
b. Engineering Plastic	4,014.47	4,069.53	3,251.86	8,084.00	6,600.49
Net Income From Operations	19,713.57	18,737.43	16,267.08	38,451.00	32,857.01

(Rs. In lacs)

