

113/SE/BOM/DEC/2017/GBSL

DECEMBER 15, 2017

To,
Listing Department,
Bombay Stock Exchange Limited,
PhirozeJeejabhoy Towers, Dalal Street,
Mumbai - 400 001
Security Code :509079

To,
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, BandraKurla Complex,
Bandra (E), Mumbai - 400 051
Security Code : GUFICBIO

Dear Sir/Madam,

Sub: Reply to the Discrepancy Observed

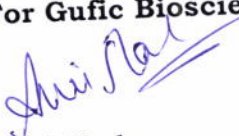
With reference to the Exchange remarks 'to specify the errors on the covering letter' on the Revised Unaudited Financial Results for the quarter and half year ended September 30, 2017, we would like to inform that the exceptional item of Rs. 107.49 lakhs for the quarter ended June 30, 2017 was wrongly shown in the 'Other Income' head in the Unaudited financial results for half year ended September 30, 2017 and thus the balancing figures shown in the unaudited financial results for the quarter ended September 30, 2017 were affected, which are now duly rectified. The said errors were due to oversight and it does not have any effect on the Net Profit & Loss after tax for the unaudited financial results for the half year ended September 30, 2017 i.e., it remains the same Rs. 920.81 lakhs.

Attached is the revised Unaudited Financial Results of the Company for the quarter and half year ended September 30, 2017 along with the Limited Review Report by the Statutory Auditor of the Company, for the said period.

You are requested to take the same on record.

Thanking You,

Yours truly,
For Gufic Biosciences Limited


Ami Shah
Company Secretary & Compliance Officer

Encl: as above

GUFIC BIOSCIENCES LIMITED

CIN : L65990MH1984PLC033519

Regd. Office: 37, First Floor, Kamala Bhavan II, S. Nityanand Road, Andheri (East), Mumbai 400 069.

Tel No: 022- 6726 1000 Fax. No: 022- 6726 1068

Email id: info@guficbio.com, website: www.gufic.com

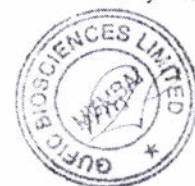
Statement of Unaudited Standalone Financial Results for the Quarter and Six Months ended 30th September, 2017						
(Rs in Lakh) Except EPS						
		Quarter Ended			Six Months Ended	
Sr. No.	Particulars	30th Sept, 2017 (Unaudited)	30th June, 2017 (Unaudited)	30th Sept, 2016 (Unaudited)	30th Sept, 2017 (Unaudited)	30th Sept, 2016 (Unaudited)
I	Income					
	(a) Revenue From Operations	7,484.95	6342.40	6648.22	13,827.35	12,526.60
	(b) Other Income	84.83	7.80	33.36	92.63	46.92
	Total Income	7,569.78	6350.20	6681.58	13,919.98	12,573.52
II	Expenses					
	(a) Cost Of material Consumed	3,509.60	1,198.26	2465.16	4,707.86	4,007.74
	(b) Excise Duty	0.00	315.52	229.01	315.52	597.52
	(b) Purchase of Stock-in-Trade	1,091.83	2,695.21	1057.16	3,787.04	2,184.67
	(c) Changes in inventories wip ,finished goods	(961.96)	(1,029.76)	(234.48)	(1,991.72)	-337.36
	(d) Employee Benefit expenses	1,232.42	1,091.61	1001.52	2,324.03	2,003.56
	(e) Finance Cost	269.21	175.53	141.66	444.74	279.47
	(f) Depreciation & Amortization	97.67	93.29	93.68	190.96	184.80
	ii. Other Expenses	1,636.98	1,330.04	1503.07	2,967.02	2,811.02
	iii. Foreign Exchange Adjustment	-	-	-	-	-
	Total expenses	6,875.76	5,869.70	6,256.78	12,745.46	11,731.42
III	Profit /(Loss) before exceptional items and tax	694.02	480.50	424.80	1,174.52	842.10
	Exceptional items	51.38	107.49	-	158.87	-
IV	Profit/ (Loss) before tax	745.40	587.99	424.80	1,333.39	842.10
V	Tax Expense					
	(a) Current tax	263.60	240.40	157.50	504.00	343.00
	(b) Deferred tax	(84.89)	(6.53)	1.92	(91.42)	(22.64)
VI	Total tax expenses	178.71	233.87	159.42	412.58	320.36
VII	Profit /(Loss) for the period from continuing operations	566.69	354.12	265.38	920.81	521.74
VIII	Profit/(loss) from discontinued operations	-	-	-	-	-
IX	Tax expenses of discontinued operations	-	-	-	-	-
X	Profit/(loss) from Discontinued operations (after tax)	-	-	-	-	-
XI	Profit/(loss) for the period	566.69	354.12	265.38	920.81	521.74
XII	Other Comprehensive Income	-	-	-0.17	-	-0.34
XIII	Total Comprehensive Income	566.69	354.12	265.21	920.81	521.41
XIV	Details of equity share capital					
	Paid-up Equity Share Capital (Face Value Re. 1/- each)	773.50	773.50	773.50	773.50	773.50
XV	EPS (of Re. 1/- each) (Not Annualised)					
	(a) Basic	0.73	0.46	0.34	1.19	0.67
	(b) Diluted	0.73	0.46	0.34	1.19	0.67



1 Statement of Assets and Liabilities :		
	PARTICULARS	AS AT 30th Sept, 2017 (Unaudited)
A	ASSETS	
I	Non- Current Assets	
	Property, Plant and equipment	2,284.15
	Capital work-in-progress	-
	Investment Property	-
	Goodwill	-
	Other Intangible Assets	-
	Intangible assets under development	1.08
	Biological Assets other than bearer plants	-
	Financial Assets	-
	(i) Investments	-
	(ii) Trade receivables	0.93
	(ii) Loans and Advances	231.39
	(iii) Deposits	0.20
	(iv) Other financial assets	638.95
	Deferred tax assets (net)	-
	Other Non Current Assets	38.89
	Sub Total - Non- Current Assets	259.49
II	Current Assets	3,455.08
	Inventories	-
	Financial assets	8,225.69
	(i) Investments	-
	(ii) Trade receivables	-
	(iii) Cash and cash equivalents	7,498.61
	(iv) Bank balances other than Cash and cash equivalents	49.27
	(v) Loan	306.24
	(iv) Other financial assets	218.39
	Current tax assets (net)	1,963.02
	Other Current assets	-
	Sub Total - Current Assets	1,115.00
	TOTAL ASSETS	19,376.22
B	EQUITY AND LIABILITIES	22,831.30
I	Equity	
	(a) Equity Share Capital	773.50
	(b) Other Equity	-
	Sub Total - Equity	4,584.11
II	LIABILITIES	5,357.61
	Non Current Liabilities	
	Financial Liabilities	-
	(i) Borrowings	-
	(ii) Trade payables	1,199.63
	(ii) Other Financial liabilities	-
	Provisions	-
	Deferred Tax Liabilities (Net)	406.36
	Other Non current liabilities	-
	Sub Total - Non- Current Liabilities	420.83
	Current Liabilities	2,026.82
	Financial Liabilities	-
	(i) Borrowings	-
	(ii) Other Financial liabilities	6,245.94
	(iii) Trade payables	-
	Other Current liabilities	6,121.53
	Provisions	1,862.99
	Current tax liabilities(net)	-
	Sub Total - Current Liabilities	1,216.41
	TOTAL EQUITY AND LIABILITIES	15,446.87
		22,831.30

NOTES

1. The above Unaudited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on 14th day of December, 2017 and Statutory Auditors have carried out Limited Review of the same.
2. The un-audited financial results for the quarter ended 30th September, 2017 are prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS), Interim Financial Reporting notified under provisions of Section 133 of the Companies Act, 2013 read with Rules made thereunder (including amendments thereof) to the extent notified and guidelines issued by Securities and Exchange Board of India (SEBI). The Company has adopted Ind AS w.e.f 1st April, 2017.



3. Figures for the quarter ended 30th September, 2016 have been restated as required in terms of Ind AS and have not been subjected to limited review or audit, as the same is not mandatory as per SEBI's circular dated 5th July, 2016. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs. The statement does not include Ind AS compliant results for the preceding quarter and previous year ended 31st March, 2017

4. Reconciliation of profit after tax for the quarter ended and half year ended 30th September, 2017 between Ind AS compliant result as reported above with result reported in previous year is given below:
(Rs. In Lakhs)

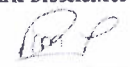
Particulars	Quarter ended 30/09/2016	Half ended 30/09/2016
A) Net profit as after tax for the period as per previous GAAP	263.71	518.96
B) Effect of transition to Ind AS on statement of Profit and Loss Account		
i) Actuarial (gain)/loss on employee defined benefit plans recognised in "Other Comprehensive Income" (Net Of Tax)	0.17	0.34
ii) Incremental finance cost under EIR method	-0.499	(1.15)
iii) Reversal of ECL provision	2.96	5.93
iv) Others	0.01	(0.30)
iv) Deferred Tax	-0.97	(2.03)
Net profit as after tax for the period as per Ind AS	265.38	521.75
Other Comprehensive income net of tax		
Actuarial gain on employee defined plans	(0.17)	(0.34)
Total other comprehensive income net of income tax	(0.17)	(0.34)
Total Comprehensive income for the period	265.21	521.41

5. There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statement as at, and for the financial year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standard or interpretations issued by MCA/ appropriate authority or changes in use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS - 101.

6. The previous period/year figures have been regrouped/rearranged wherever necessary to make them comparable.

7. The Board of Directors of the Company at its Board Meeting held on November 09, 2017 approved a Scheme of Amalgamation involving amalgamation of Gufic Lifesciences Private Limited with the Company. The scheme will be effective from the appointed date April 01, 2017, subject to the necessary regulatory approvals and no effect to the same has been given in the books of accounts as yet.

For Gufic Biosciences Limited


Hemal Desai
CFO & Director
DIN: 07014744

Place: Mumbai
Date: 14th December, 2017



GUFIC BIOSCIENCES LIMITED

Regd office : 37, First Floor, Kamala Bhavan II, S Nityanand Road, Andheri (East), Mumbai-400 069

UNAUDITED SEGMENT WISE RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2017

Particulars	Quarter Ended 30.09.17 Unaudited	Quarter Ended 30.06.17 Unaudited	Quarter Ended 30.09.16 Unaudited	Quarter Ended 31.12.16 Unaudited	For the Period Ended 30.09.17 Unaudited	For the Period Ended 30.09.16 Unaudited
SEGMENT REVENUE						
Sales & Service						
Pharma	7061.90	5291.92	6134.29	6336.23	12357.87	11644.44
Consumer	0.00	0.00	294.96	161.01	0.00	321.06
Bulk Drug	423.05	1046.44			1469.48	
Total	7484.95	6338.36	6429.25	6497.24	13827.35	11965.50
Unallocable Income	84.83	11.84	15.50	14.67	92.63	30.57
Total Segment Revenue	7569.78	6350.20	6444.75	6511.91	13919.98	11996.07
SEGMENT RESULTS						
Pharma	1341.76	899.63	1488.71	1627.07	2348.00	2740.86
Consumer	0.00		30.39	14.91	0.00	32.77
Bulk Drug	76.15	198.82			264.51	
Unallocabel Income	51.38	107.49			158.87	
TOTAL	1469.29	1205.94	1519.10	1641.98	2771.37	2773.63
Less: Unallocated over heads	357.01	33.61	837.09	963.44	486.75	1448.55
Finance Charges	269.21	175.53	141.41	149.25	444.74	278.32
Excise Charges	0.00	315.52			315.52	
Depreciation	97.67	93.29	93.68	92.54	190.96	184.80
Tax provision	178.71	233.87	183.21	126.62	412.58	343.00
Net Profit after Tax	566.69	354.12	263.21	310.14	920.81	518.96



Certificate No. SHR/1015/GBSL/2017 - 2018

C E R T I F I C A T E

The
Board of Directors
Gufic Biosciences Limited
Mumbai

1. Introduction

We have reviewed the accompanying Statement of Unaudited Financial Results of **Gufic Biosciences Limited ('the Company')** for the half year ended **September 30, 2017**, (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 (the "Act"), read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. Scope of 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 procedure 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. Attention is invited to:

- a. The company has introduced implementation of new ERP system in stages and only certain modules are operational, accuracy of which are yet to be tested. The unaudited financial amounts for quarter as well as half year ended September 30, 2017 has been compiled from primary as well subsidiary or other records maintained by the management, including introduced ERP System. We have been informed by the management that Primary records and subsidiary or other records are under reconciliation. We are unable to ascertain the impact on the accounts pending the reconciliation between the primary books and subsidiary books or other records.
- b. Amount of Rs. 124.04 lakhs has been shown as recoverable relating to the misappropriation done by the marketing employee of the company in earlier year. However, no provision has been made against the said amount as the management has initiated steps for the recovery of the said amount and is confident of recovery. In our opinion the recovery of the amount is doubtful and consequently the profit is over stated by Rs. 124.04 lakhs.

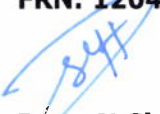


- c. We are unable to express our opinion on recoverability of debts of Rs. 299.04 lakhs and advances of Rs. 175.92 lakhs which are outstanding for more than one year. The company has provided Expected Credit Loss (ECL) of Rs. 67.64 lakhs on debtors and Rs. Nil on advances. In the absence of appropriate evidences, we are unable to ascertain its recoverability and adequacy of provision made for expected credit loss and its impact on the accounts of the company. However, in the opinion of the management the provision made is adequate in respect of such debts since they are good and recoverable in nature.
- d. In the absence of information, we have relied upon the segment wise report prepared by the management based on the nature of product, risk and returns, organization structure. The figures have been regrouped and reclassified wherever necessary by the management.
- e. We have not performed a review of the figures relating to the corresponding quarter ended and half year ended September 30, 2016, including the reconciliation of net profit for the quarter ended and half year ended September 30, 2016 between the previous GAAP and the Ind As.

4. Conclusion

Based on our review conducted as above and **subject to our comments in para 3 above**, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results has not been prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India and 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 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.

For S H R & CO
Chartered Accountant
FRN: 120491W


Deep N Shroff
Partner

M. No: 122592
Mumbai dated December 14, 2017

SHR & CO.
CHARTERED ACCOUNTANTS
212A/203, Rewa Chambers,
Sir Vithaldas Thackersey Marg,
Mumbai - 400 020.