

THERMAX LIMITED THERMAX HOUSE, 14 MUMBAI PUNE ROAD, WAKDEWADI,
PUNE 411 003. INDIA ☐ TEL.: (020) 25542122, 25542263 ☐ FAX : (020) 25541226
Website : www.thermaxglobal.com ☐ IT PAN - AAAC 3910D
Customer Care : 18002090115 (India Toll Free)

Corporate Finance



Ref: KPP/TL-36/03196

Date: August 08, 2018

**The National Stock Exchange of India Limited,
Exchange Plaza,
5th Floor, Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (E), Mumbai – 400 051**

Company's Scrip Code: THERMAX EQ

Sub: Unaudited Financial Results for the Quarter ended June 30, 2018

**Ref: Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015**

Dear Sir,

We are enclosing for your reference and record, standalone and consolidated unaudited financial results for the quarter ended June 30, 2018. The same have been approved at the Board Meeting held today i.e. August 08, 2018.

With respect to the aforesaid financial results, we are also enclosing a copy of the –

- a) 'Limited Review' Report of the statutory Auditors of the Company and
- b) Press Release giving highlights of the results.

You are requested to kindly take note of the same.

Thanking you,

Yours faithfully,

For **THERMAX LIMITED**

Kedar P. Phadke
Company Secretary

Encl: As above

THERMAX LIMITED

Regd. Office : D-13, M.I.D.C. Industrial Area, R.D.Aga Road, Chinchwad, Pune - 411 019

Corporate Identity Number - L29299PN1980PLC022787

Statement of unaudited financial results for the quarter ended June 30, 2018

(Rs. Crore)

Sr. No.	Particulars	Consolidated		
		Quarter ended June 30, 2018	Quarter ended June 30, 2017	Year ended Mar 31, 2018
		(Unaudited)	(Unaudited)	(Audited)
1	Total revenue from operations	1,035.26	892.57	4,485.64
2	Profit before tax *	76.07	75.71	422.04
3	Net Profit for the period after share of profit / loss of joint ventures *	48.97	40.00	231.10
4	Total Comprehensive Income	25.91	53.89	259.14
5	Equity Share Capital	22.52	22.52	22.52
6	Earnings Per Share (of Rs. 2/- each) Basic and Diluted (Rs.)	4.35	3.61	20.61

* There are no extraordinary items in any of the period disclosed above.

Notes:

1. The above is an extract of the detailed format of unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The full format of the unaudited Financial Results is available on the Stock Exchange websites (URL: www.nseindia.com, www.bseindia.com) and also on the Company's website (URL: www.Thermaxglobal.com)

2. Post applicability of Goods and Service Tax (GST) with effect from July 1, 2017, the revenue from operations is disclosed net of GST. The revenue from operations for the quarter ended June 30, 2017 is inclusive of excise duty and is accordingly not comparable with revenue for the quarter ended June 30, 2018 to that extent.

3. Key financial figures for Thermax Limited (Standalone) are as follows :

(Rs. Crore)

Sr. No.	Particulars	Quarter ended June 30, 2018	Quarter ended June 30, 2017	Year ended Mar 31, 2018
		(Unaudited)	(Unaudited)	(Audited)
		(Unaudited)	(Unaudited)	(Audited)
1	Total revenue from operations	849.29	734.14	3,888.63
2	Profit before tax	67.62	49.74	378.11
3	Net Profit after tax	44.90	32.44	238.25

For Thermax Limited

Place : Pune

Date: August 8, 2018

Mrs. Meher Pudumjee

Chairperson

Sustainable Solutions in Energy & Environment

THERMAX LIMITED
 Regd. Office: D-13, M.I.D.C. Industrial Area, R.D. Aga Road, Chinchwad, Pune - 411 019
 Corporate Identity Number - L29299PN1980PLC022787
 Statement of unaudited financial results for the quarter ended June 30, 2018

		(Rs. in Crore)			
	Particulars	Consolidated			
		Quarter ended		Year ended	
		June 30, 2018	Mar 31, 2018	June 30, 2017	Mar 31, 2018
		(Unaudited)	(Audited) (Refer note 7)	(Unaudited)	(Audited)
1	Income:				
(a)	Revenue from operations	1,035.26	1,443.01	892.57	4,485.64
(b)	Other income	31.02	44.95	24.05	116.39
	Total Income	1,066.28	1,487.96	916.62	4,602.03
2	Expenses:				
(a)	Cost of raw materials and components consumed	483.38	801.96	423.17	2,301.35
(b)	Purchase of traded goods	18.61	24.60	13.41	75.43
(c)	Changes in inventories of finished goods, work-in-progress and traded goods	14.56	(37.67)	(10.74)	(27.44)
(d)	Excise duty on sale of goods	-	-	20.76	20.76
(e)	Employee benefits expense	186.84	181.38	171.14	696.57
(f)	Finance cost	3.31	3.69	1.59	12.85
(g)	Depreciation and amortisation expense	20.96	23.92	18.90	82.44
(h)	Other expenses	262.55	334.57	202.68	1,018.03
	Total Expenses	990.21	1,332.45	840.91	4,179.99
3	Profit before exceptional items, non controlling interest, share of profit / loss of joint ventures and tax	76.07	155.51	75.71	422.04
4	Exceptional Items (loss)	-	-	-	-
5	Profit before non controlling interest, share of profit / loss of joint ventures and tax	76.07	155.51	75.71	422.04
6	Tax expense				
(a)	Current tax	28.02	65.99	20.31	158.99
(b)	Deferred tax	(0.62)	(3.38)	8.11	6.76
	Total tax expense	27.40	62.61	28.42	165.75
7	Net Profit for the period	48.67	92.90	47.29	256.29
8	Share of profit / (loss) of joint ventures	0.30	(17.21)	(7.29)	(25.19)
9	Net Profit after tax and share in profit / loss of joint ventures	48.97	75.69	40.00	231.10
10	Other Comprehensive Income, net of tax				
(a)	Items that will be reclassified to profit or loss in subsequent periods	(23.81)	0.08	14.67	23.54
(b)	Items that will not be reclassified to profit or loss in subsequent periods	0.75	6.88	(1.40)	3.49
	Total Other comprehensive income for the period	(23.06)	6.96	13.27	27.03
11	Total Comprehensive Income for the period (including non-controlling interest)	25.91	82.65	53.27	258.13
12	Net profit/(loss) attributable to :				
-	Equity holders	48.97	75.69	40.62	232.11
-	Non controlling interest	-	-	(0.62)	(1.01)
13	Other Comprehensive Income, net of tax attributable to:				
-	Equity holders	(23.06)	6.96	13.27	27.03
-	Non controlling interest	-	-	-	-
14	Total Comprehensive Income attributable to:				
-	Equity holders	25.91	82.65	53.89	259.14
-	Non controlling interest	-	-	(0.62)	(1.01)
15	Paid-up Equity Share Capital (Face Value of Rs. 2/- each)	22.52	22.52	22.52	22.52
16	Other equity				2,692.22
17	Earnings Per Share (in Rupees) (not annualised)				
	Basic and Diluted	4.35	6.72	3.61	20.61
	See accompanying notes to the financial results				

		(Rs. in Crore)			
	Particulars	Standalone			
		Quarter ended		Year ended	
		June 30, 2018	Mar 31, 2018	June 30, 2017	Mar 31, 2018
		(Unaudited)	(Audited) (Refer note 7)	(Unaudited)	(Audited)
1	Income:				
(a)	Revenue from operations	849.29	1,310.11	734.14	3,888.63
(b)	Other income	27.77	38.01	22.23	103.98
	Total Income	877.06	1,348.12	756.37	3,992.61
2	Expenses:				
(a)	Cost of raw materials and components consumed	433.83	752.71	372.04	2,095.83
(b)	Purchase of traded goods	17.74	21.63	13.25	68.02
(c)	Changes in inventories of finished goods, work-in-progress and traded goods	8.34	(25.82)	(16.23)	(21.59)
(d)	Excise duty on sale of goods	-	-	20.76	20.76
(e)	Employee benefits expense	121.36	119.61	111.59	459.12
(f)	Finance cost	1.97	2.05	0.46	8.04
(g)	Depreciation and amortisation expense	16.85	17.47	14.95	64.20
(h)	Other expenses	209.35	292.04	189.81	895.12
	Total Expenses	809.44	1,179.69	706.63	3,589.50
3	Profit before exceptional items and tax	67.62	168.43	49.74	403.11
4	Exceptional Items (loss)	-	(25.00)	-	(25.00)
5	Profit before tax	67.62	143.43	49.74	378.11
6	Tax expense				
(a)	Current tax	24.01	66.12	12.41	140.58
(b)	Deferred tax	(1.29)	(8.46)	4.89	(0.72)
	Total tax expense	22.72	57.66	17.30	139.86
7	Net profit for the period	44.90	85.77	32.44	238.25
8	Other Comprehensive Income, net of tax				
(a)	Items that will be reclassified to profit or loss in subsequent periods	(22.50)	(7.63)	3.60	0.57
(b)	Items that will not be reclassified to profit or loss in subsequent periods	0.75	6.27	(1.41)	3.02
	Total other comprehensive income for the period	(21.75)	(1.36)	2.19	3.59
9	Total comprehensive income for the period	23.15	84.41	34.63	241.84
10	Paid-up Equity Share Capital (Face Value of Rs. 2/- each)	23.83	23.83	23.83	23.83
11	Other equity				2,541.73
12	Earnings Per Share (in Rupees) (not annualised)				
	Basic and Diluted	3.77	7.19	2.72	19.99
	See accompanying notes to the financial results				

INITIAL FOR IDENTIFICATION
BY

SRBC & COLLP

SRBC & COLLP

THERMAX LIMITED
 Regd. Office : D-13, M.I.D.C. Industrial Area, R.D. Aga Road, Chinchwad, Pune - 411 019
 Corporate Identity Number - L29299PN1980PLC022787
 Statement of unaudited financial results for the quarter ended June 30, 2018

Notes to the financial results:

1 These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on Aug 8, 2018. The results have been subjected to Limited Review by the statutory auditors.

2 Segment information as per Ind AS 108 "Operating segments":

(Rs. in Crore)

	Particulars	Consolidated			
		Quarter ended		Year ended	
		June 30, 2018	Mar 31, 2018	June 30, 2017	Mar 31, 2018
		(Unaudited)	(Audited) (Refer note 7)	(Unaudited)	(Audited)
i	Segment Revenue				
	a. Energy	801.43	1,115.77	723.90	3,497.05
	b. Environment	146.46	272.01	96.06	693.75
	c. Chemical	96.79	80.13	81.86	360.98
	Total	1,044.68	1,467.91	901.82	4,551.78
	Less: Inter segment revenue	9.42	24.90	9.25	66.14
	Sales/ Income From operations	1,035.26	1,443.01	892.57	4,485.64
ii	Segment Results				
	Profit before tax and interest from each segment				
	a. Energy	41.17	111.94	52.49	283.42
	b. Environment	4.61	21.59	(0.56)	28.98
	c. Chemical	11.81	2.59	8.87	54.21
	Total	57.59	136.12	60.80	366.61
	Less : i) Interest	3.31	3.69	1.59	12.85
	ii) Other unallocable expenditure net of unallocable (income)	(21.79)	(23.08)	(16.50)	(68.28)
	Total profit before tax	76.07	155.51	75.71	422.04
iii	Segment Assets				
	a. Energy	2,976.12	2,893.15	2,550.07	2,893.15
	b. Environment	459.42	493.66	438.43	493.66
	c. Chemical	378.29	354.12	358.26	354.12
	d. Unallocated	2,224.32	2,204.10	1,805.69	2,204.10
	Total Assets	6,038.15	5,945.03	5,152.45	5,945.03
iv	Segment Liabilities				
	a. Energy	2,626.21	2,518.04	1,880.90	2,518.04
	b. Environment	325.35	388.50	328.64	388.50
	c. Chemical	57.60	63.20	86.95	63.20
	d. Unallocated	288.34	260.55	263.68	260.55
	Total Liabilities	3,297.50	3,230.29	2,560.17	3,230.29

3 Post applicability of Goods and Service Tax (GST) with effect from July 1, 2017, the revenue from operations is disclosed net of GST. The revenue from operations for the quarter ended June 30, 2017 is inclusive of excise duty and is accordingly not comparable with revenue for the quarter ended June 30, 2018 to that extent.

4 Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no material adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any material impact on recognition and measurement of revenue and related items in the financial results.

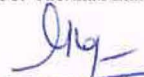
5 During the earlier years and the current period, the Company has received show cause-cum-demand notices issued by Excise department from time to time for the period from June 2000 till March 2017 for Rs. 1,381.55 crores (including penalty but excluding interest not presently quantified).

These demands are of excise duty payable on inclusion of the cost of bought out items in the assessable value of certain products manufactured by the Company, though such duty paid bought out items are directly dispatched by the manufacturers thereof to the ultimate customer, without being received in the Company's factory. The Company has filed an appeal against the said orders received before CESTAT, Mumbai. Based on an independent legal advice, the Company is confident of the issue being ultimately decided in its favour and accordingly no provision has been considered necessary by the Company in this regard as also for the period thereafter till June 30, 2018.

6 Subsequent to the quarter end, the Company has completed the acquisition process for the equity shares held by Babcock and Wilcox India Holding Inc. (B&W) in Thermax Babcock & Wilcox Energy Solutions Private Limited (TBWES). Accordingly TBWES has become a wholly owned subsidiary of the Company.

7 The figures for the quarter ended March 31, 2018 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2018 and the unaudited published year-to-date figures up to December 31, 2017 being the date of the end of the third quarter of the financial year which were subject to limited review.

For Thermax Limited


 Mrs. Meher Pudumjee
 Chairperson

Place: Pune
 Date: August 8, 2018

Sustainable Solutions in Energy & Environment

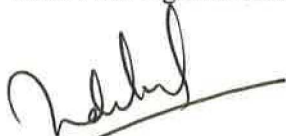
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 SRBC & CO LLP

Limited Review Report

**Review Report to
The Board of Directors
Thermax Limited**

1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of Thermax Limited (the 'Company') for the quarter ended June 30, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. 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 the recognition and measurement principles laid down in the applicable Ind AS specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to note 5 of the Statement relating to the demand orders on the Company for Rs. 1,381.55 crores (including penalty of Rs. 329.91 crores and excluding interest not presently quantified) by the Commissioner of Central Excise, Pune. The Company has filed an appeal against the said orders. Our conclusion is not qualified in respect of this matter.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm registration number: 324982E/E300003



per Tridevial Khandelwal
Partner
Membership No.: 501160

Place: Pune
Date: August 8, 2018



Limited Review Report

**Review Report to
The Board of Directors
Thermax Limited**

1. We have reviewed the accompanying statement of unaudited consolidated Ind AS financial results of Thermax Group comprising Thermax Limited (the 'Company') and its subsidiaries (together referred to as 'the Group') and joint ventures, for the quarter ended June 30, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and based on the consideration of the reports of other auditors on the unaudited separate quarterly financial results and on the other financial information of subsidiaries and joint ventures, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated Ind AS financial results prepared in accordance with recognition and measurement principles laid down in the applicable Ind AS specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We did not review the financial information, in respect of 13 subsidiaries and employee trusts (73 nos.) and 1 joint venture, whose financial information include total revenues of Rs 175.50 crores for the quarter ended June 30, 2018. These Ind AS financial information have been reviewed by other auditors, or in case of branches of a subsidiary by the respective branch auditors, which financial information and their review reports have been furnished to us by the management. The consolidated Ind AS financial results also include the Group's share of net profit of Rs. 0.10 crores for the quarter ended June 30, 2018, as considered in the consolidated Ind AS financial results, in respect of 1 joint venture, whose financial information have been reviewed by other auditors and whose reports have been furnished to us by the management. Our conclusion, in so far as it relates to the affairs of such subsidiaries and joint venture is based solely on the report of other auditors. Our conclusion is not modified in respect of this matter.



S R B C & CO LLP

Chartered Accountants

6. We did not review the financial information, in respect of 10 subsidiaries, and 1 joint venture, whose financial information include total revenues of Rs 7.00 crores for the quarter ended June 30, 2018. These financial information have not been reviewed their auditors. The consolidated Ind AS financial results also include the Group's share of net profit of Rs 0.95 crores for the quarter ended June 30, 2018, as considered in the consolidated Ind AS financial results, in respect of 1 joint venture, whose financial information have not been reviewed by their auditors. Our conclusion, in so far as it relates to the affairs of such subsidiaries and joint venture is based solely on the management account of those entities. Our conclusion is not modified in respect of this matter.
7. We draw attention to note 5 of the Statement relating to the demand orders on the Company for Rs. 1,381.55 crores (including penalty of Rs. 329.91 crores and excluding interest not presently quantified) by the Commissioner of Central Excise, Pune. The Company has filed an appeal against the said orders. Our conclusion is not qualified in respect of this matter.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003



per Tridev Lal Khandelwal

Partner

Membership No.: 501160

Place: Pune

Date: August 8, 2018





Press Release

Thermax closes Q1 with significantly higher revenues, order balance up by 30%

Pune: August 08, 2018

For the first quarter of FY 2018-19, at the consolidated level, Thermax posted operating revenue of Rs. 1,035 crore, compared to Rs. 893 crore in the corresponding quarter, last year. Profit after tax for the quarter was up 4.3% at Rs. 49 crore (Rs. 47 crore) and profit after company's share of profit/loss in joint ventures stood at Rs. 49 crore (Rs. 40 crore), up by 22.5%.

As on June 30, 2018, Thermax Group had an order balance of Rs. 6,420 crore (Rs.4,944 crore) up 29.9%. Order booking for the quarter, at the consolidated level, was Rs. 1,652 (Rs.1,919), down 13.9%, as last year's quarter included a single order of value exceeding Rs. 1,000 crore. These figures are excluding the joint ventures.

The increase in revenues is because of higher order carry forward at the start of FY 2018-19. Due to investment in a few sectors of the economy, Thermax has witnessed a substantially improved order intake in the domestic market.

On a standalone basis, Thermax posted an operating revenue of Rs. 849 crore during the quarter, compared to Rs. 734 crore in the previous year. Profit after tax for the quarter was Rs. 45 crore, up 40.6% from last year's Rs. 32 crore. Order balance on June 30, 2018 stood at Rs. 5,873 crore (Rs. 4,530 crore), up 29.6%. Order booking for the quarter, Rs. 1,430 crore (Rs. 1,742 crore) was down 17.9%.

The current figures for revenue, at the Group and standalone basis, are exclusive of Goods and Service Tax (GST) while those of last year's include Excise Duty, and hence are not comparable.

Some recent major orders during the quarter include a Rs. 279 crore order for a captive cogeneration power plant from a leading public sector fertiliser company and a Rs. 340 crore order from a leading Indian steel manufacturer for a specially designed boiler, electric turbo generators and ancillary equipment for their production facility in Maharashtra, India.

Thermax completed the acquisition of shareholding of Babcock & Wilcox India Holdings Inc. in the joint venture, Thermax Babcock & Wilcox Energy Solutions Pvt. Ltd. (TBWES). TBWES is now a wholly owned subsidiary of Thermax Limited.

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Thermax's facility at Sri City for manufacturing absorption chillers is in its final stages of completion and gearing up for commercial production in the near future.

Effective today, there will be a change in the Company's Board with its two members, Ms. Anu Aga and Dr. Raghunath Mashelkar retiring as Directors. "We thank Dr. Mashelkar and Anu for their valuable contribution in steering the growth of Thermax and on behalf of the company, I wish them good health and every happiness in their life ahead", said Meher Pudumjee, Chairperson, Thermax.

About Thermax Limited: Thermax Limited, a leading energy and environment solutions provider is one of the few companies in the world that offers integrated innovative solutions in the areas of heating, cooling, power, water and waste management, air pollution control and chemicals. Thermax has manufacturing facilities in India, China, Europe and South East Asia. The sustainable solutions Thermax develops for client companies are environment-friendly and enable efficient deployment of energy and water resources.

For more information visit www.thermaxglobal.com

