Orchid Chemicals & Pharmaceuticals Ltd.

Corp. Off. 'Orchid Towers' 313, Valluvarkottam High Road, Nungambakkam, Chennai - 600 034. India. Tel : (91) - 44- 2821 1000 Fax : (91) - 44 - 2821 1002

CIN: L24222TN1992PLC022994

May 28, 2015

The Manager
Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No: C/1
G - Block, Bandra - Kurla Complex
Bandra (East), Mumbai – 400 051

Dear Sir/Madam,

Sub: Outcome of Board Meeting
Ref: Security Symbol - ORCHIDCHEM

In accordance with Clause 41 of the listing agreement, we would like to inform that the Board of Directors at their meeting held on May 28, 2015 have approved the Standalone & Consolidated Audited Financial Results for the 18 (Eighteen) months ended 31st March 2015.

A copy of the Audited Results along with the press release in this respect, is enclosed for your reference and records.

Thanking you,

Yours faithfully,

L Chandrasekar
CFO & Company Secretary

Encl.: a/a

Orchid Chemicals
& Pharmaceuticals Limited

AUDITED FINANCIAL RESULTS FOR EIGHTEEN MONTHS ENDED MARCH 31, 2015

Rs. lakhs

Sl. No.	Particulars	Three months ended			18 months ended	18 months ended	Consolidated for 18 months ended	Consolidated for 18 months ended
		31-Mar-2015 (Unaudited)	31-Dec-2014 (Unaudited)	31-Mar-2014 (Unaudited)	31-Mar-2015 (Audited)	30-Sep-2013 (Audited)	31-Mar-2015 (Audited)	30-Sep-2013 (Audited)
1	Net Sales / Income from Operations (Net of Excise Duty)	28,293.87	15,902.21	44,845.65	1,71,267.15	1,84,950.03	1,71,441.78	1,89,256.33
2	Other Operating Income	2,183.95	551.31	426.92	4,105.45	9,684.05	4,972.28	9,584.10
3	Total Operating Income (1+2)	30,477.82	16,453.52	45,272.57	1,75,372.60	1,94,634.08	1,76,414.06	1,98,840.43
4	Expenditure							
	a) Cost of materials consumed	19,351.27	12,592.96	17,266.42	82,226.05	82,246.39	81,995.79	85,468.99
	b) Purchases of stock-in-trade	4.69	11.65	44.20	277.39	5,099.37	277.39	5,062.03
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,697.74)	(5,642.23)	5,027.02	(4,370.37)	8,481.03	(4,370.37)	8,481.03
	d) Employees Cost	2,137.61	2,134.75	2,714.58	18,534.86	23,705.13	19,338.04	25,270.13
	e) Depreciation / Amortisation	6,027.21	4,430.18	5,717.44	32,137.24	24,386.87	32,458.46	25,192.28
	f) Other Expenditure	3,986.17	4,645.65	9,378.86	42,565.12	58,141.83	43,290.23	59,461.39
	g) Total	27,809.21	18,172.96	40,148.52	1,71,370.29	2,02,060.62	1,72,989.54	2,08,935.85
5	Profit / (Loss) from Operations before Other Income, Interest, Exceptional Item (3-4)	2,668.61	(1,719.44)	5,124.05	4,002.31	(7,426.54)	3,424.52	(10,095.42)
6	Other Income	6.20	1.01	1.16	83.90	1.31	93.28	1.59
7	Profit / (Loss) before Interest & Exceptional Item (5+6)	2,674.81	(1,718.43)	5,125.21	4,086.21	(7,425.23)	3,517.80	(10,093.83)
8	Finance cost	10,452.60	7,456.44	10,202.27	53,700.87	52,038.06	53,712.45	52,268.71
9	Profit/(loss) after interest but before Exceptional Item (7-8)	(7,777.79)	(9,174.87)	(5,077.06)	(49,614.66)	(59,463.29)	(50,194.65)	(62,362.54)
10	Exceptional Item - Gain/(Loss)	(10,093.46)	(5,230.19)	(893.75)	(15,726.30)	5,111.08	(15,726.30)	5,111.08
11	Profit/(Loss) before Tax (9+10) from Ordinary activities	(17,871.25)	(14,405.06)	(5,970.81)	(65,340.96)	(54,352.21)	(65,920.95)	(57,251.46)
12	Tax expenses - Current Tax & Deferred Tax	(7,885.28)	(2,395.63)	2,108.34	(19,175.48)	(1,329.56)	(19,145.75)	(1,252.26)
13	Profit/(Loss) after Tax (11-12) from Ordinary activities	(9,985.97)	(12,009.43)	(8,079.15)	(46,165.48)	(53,022.65)	(46,775.20)	(55,999.20)
14	Extra-ordinary Items - Gain/(Loss) (Net of Tax)	(4,818.99)	-	-	27,061.48	-	27,061.78	-
15	Net Profit/(Loss) for the period (13+14)	(14,804.96)	(12,009.43)	(8,079.15)	(19,104.00)	(53,022.65)	(19,713.42)	(55,999.20)
16	Share of Profit / (Loss) in Associate	-	-	-	-	-	(13.63)	-
17	Less: Minority Interest	-	-	-	-	-	(61.82)	(196.50)
18	Net Profit/(Loss)	(14,804.96)	(12,009.43)	(8,079.15)	(19,104.00)	(53,022.65)	(19,665.22)	(55,802.70)
19	Paid-up Equity Share Capital (Face value of Rs.10/- each)	8,526.19	8,526.19	7,045.21	8,526.19	7,045.21	8,526.19	7,045.21
20	Reserves excluding Revaluation Reserves	-	-	-	35,413.36	41,771.33	24,412.07	30,953.46
21	Earnings per share (EPS) before extra-ordinary item							
	- Basic Rs.*	(11.71)	(14.09)	(11.47)	(63.10)	(75.26)	(63.94)	(79.21)
	- Diluted Rs.*	(11.71)	(14.09)	(11.47)	(63.10)	(75.26)	(63.94)	(79.21)
22	Earnings per share (EPS) after extra-ordinary item							
	- Basic Rs.*	(17.36)	(14.09)	(11.47)	(26.11)	(75.26)	(26.88)	(79.21)
	- Diluted Rs.*	(17.36)	(14.09)	(11.47)	(26.11)	(75.26)	(26.88)	(79.21)

* EPS for the period (not annualised)

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Orchid Chemicals
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AUDITED FINANCIAL RESULTS FOR EIGHTEEN MONTHS ENDED MARCH 31, 2015

Rs. lakhs

* EPS for the period (not annualised)

Sl.No	Particulars	As at 31-Mar-2015	As at 31-Dec-2014	As at 31-Mar-2014	As at 31-Mar-2015	As at 30-Sep-2013	As at 31-Mar-2015	As at 30-Sep-2013
A	PARTICULARS OF SHAREHOLDING							
1	Public Shareholding							
	- Number of equity shares	47,711,295	47,711,295	47,711,295	47,711,295	47,711,295	47,711,295	47,711,295
	- Percentage of Shareholding	55.98	55.96	67.72	55.96	67.72	55.96	67.72
2	Promoters and Promoter group shareholding							
	a. Pledged / Encumbered							
	- Number of shares	34,628,453	35,433,453	17,531,400	34,628,453	18,941,608	34,628,453	18,941,608
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	92.21	94.36	77.09	92.21	83.29	92.21	83.29
	- Percentage of shares (as a % of the total share capital of the company)	40.61	41.56	24.89	40.61	26.89	40.61	26.89
	b. Non - Encumbered							
	- Number of shares	2,922,129	2,117,129	5,209,381	2,922,129	3,799,173	2,922,129	3,799,173
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	7.78	5.64	22.91	7.78	16.71	7.78	16.71
	- Percentage of shares (as a % of the total share capital of the company)	3.43	2.48	7.40	3.43	5.39	3.43	5.39

	PARTICULARS	
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	- NIL -
	Received during the quarter	- NIL -
	Disposed of during the quarter	- NIL -
	Remaining unresolved at the end of the quarter	- NIL -

1 The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on May 28, 2015

2 The Company is operating in single segment (i.e) "Pharmaceuticals".

3 The Company's Corporate Debt Restructuring package, approved by the CDR Empowered Group vide its Letter of Approval Dl.10/03/2014, has been implemented in July 2014.

4 The wholly owned subsidiary Orchid Singapore Pte Limited, Singapore has been wound up.

5 Exceptional items for three months ended March 31, 2015 represents amortisation of exchange loss on restatement of Foreign currency loans amounting to Rs.1093.46 Lakhs, Provision for contingencies relating to transferred business amounting to Rs.6000 Lakhs and one time management fee paid amounting to Rs.3000 Lakhs.

6 The Company had exercised the option provided under the Companies (Accounting Standards) Amendment Rules, 2009 dated March 31, 2009. The Ministry of Corporate affairs vide notification dated 29/12/2011 has extended the amortisation of gains or losses arising on reporting of foreign currency monetary items over the balance period of such long term asset/liability. Accordingly exchange loss on long term foreign currency loans have been amortised over the balance period of such loans. The amount remaining to be amortised in the financial statements as at March 31, 2015 on account of exercising the above option is Rs.10,804.32 Lakhs.

7 The extraordinary item for the quarter represents additional tax impact on sale of undertaking and for eighteen months represents profit on sale of undertaking.

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AUDITED FINANCIAL RESULTS FOR EIGHTEEN MONTHS ENDED MARCH 31, 2015

Rs. lakhs

8	The increase in interest for the quarter ending 31/03/2015 is due to additional interest provisions made based on confirmation/statement of accounts received from various banks during the current period.
9	The auditors have observed matters relating to recovery of certain advances paid to suppliers, non-provision of diminution in value of investments in foreign R&D subsidiaries and non provision of amount due from marketing subsidiary. The Corporate Debt Restructuring scheme already approved has been implemented in July 2014. Due to financial constraints, the Company was not able to take delivery of materials/capital goods and the company is confident that with the CDR implementation, the company would be able to take delivery of these materials in due course. As far as the diminution in value of investments is concerned, the Company is confident that the value of molecules held by the foreign subsidiaries will be more than the investment. In respect of dues from the marketing subsidiary, the Company has already started exporting and selling profitable products through its marketing subsidiaries and the profit made from the operations will be available for settlement of past dues. Hence the management expects that the observations made by the auditors will not have any material impact on the financials. The Company has disputes with certain banks and hence interest on loans/facilities availed from such banks has been provided on an estimated basis.
10	The figures for the Quarter VI ended March 31, 2015 and September 30, 2013 are the balancing figure between the audited figures in respect of the full financial year (i.e. 18m ended March 31, 2015 /September 30, 2014) and the published year-to-date unaudited figures upto Quarter V (i.e. upto 15m ended December 31, 2014 /June 30, 2013) of the relevant financial year.
11	Previous period figures have been regrouped wherever necessary.

For and on behalf of the Board

K. Raghavendra Rao
Managing Director

Place : Chennai
Date : May 28, 2015

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Orchid Chemicals
& Pharmaceuticals Limited

STATEMENT OF ASSETS AND LIABILITIES

Rs. lakhs

	Particulars	Standalone Audited		Consolidated-Audited	
		As at 31-Mar-15	As at 30-Sep-13	As at 31-Mar-15	As at 30-Sep-13
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share Capital	8,526.19	7,045.21	8,526.19	7,045.21
	(b) Reserves and Surplus	35,413.36	41,771.33	24,412.07	30,953.46
	Sub-total- Shareholders' funds	43,939.55	48,816.54	32,938.26	37,998.67
2	Minority Interest	-	-	-	61.91
3	Non-current liabilities				
	(a) Long-term borrowings	2,49,423.99	90,178.12	2,47,806.54	90,179.41
	(b) Deferred tax liabilities (net)	11,139.30	15,788.78	11,121.45	15,737.01
	(c) Long-term provisions	417.94	523.98	417.94	523.98
	Sub-total- Non-current liabilities	2,60,981.23	1,06,490.88	2,59,345.93	1,06,440.40
4	Current liabilities				
	(a) Short-term borrowings	58,092.40	1,52,489.48	58,092.39	1,52,489.48
	(b) Trade payables	36,156.75	56,166.86	37,686.78	59,739.60
	(c) Other current liabilities	11,208.74	1,05,240.29	12,852.74	1,05,256.67
	(d) Short-term provisions	1,218.00	3,117.18	1,218.00	3,117.18
	Sub-total-Current liabilities	1,06,675.89	3,17,013.81	1,09,849.91	3,20,602.93
	TOTAL-EQUITY AND LIABILITIES	4,11,596.67	4,72,321.23	4,02,134.10	4,65,103.91
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	1,97,861.15	2,84,322.66	2,07,671.23	2,94,398.62
	(b) Non-current investments	12,464.70	12,417.62	81.19	94.82
	(c) Long-term loans and advances	58,013.50	51,101.69	58,013.50	51,158.02
	(d) Other non-current assets	12,583.67	9,310.44	12,561.22	9,310.44
	Sub-total- Non-current assets	2,80,923.02	3,57,152.41	2,78,327.14	3,54,961.90
2	Current assets				
	(a) Inventories	24,227.83	50,008.01	25,192.80	50,623.91
	(b) Trade receivables	25,011.27	18,369.69	21,651.61	17,906.39
	(c) Cash and cash equivalents	38,956.65	2,239.52	39,056.50	2,342.35
	(d) Short-term loans and advances	31,977.90	44,551.60	27,406.05	39,269.36
	(e) Other Current Assets	10,500.00	-	10,500.00	
	Sub-total-current assets	1,30,673.65	1,15,168.82	1,23,806.96	1,10,142.01
	TOTAL ASSETS	4,11,596.67	4,72,321.23	4,02,134.10	4,65,103.91

For and on behalf of the Board

K. Raghavendra Rao
Managing Director

Place : Chennai
Date : May 28, 2015

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Orchid Chemicals & Pharmaceuticals Ltd.

BSE: 524372 | NSE: ORCHIDCHEM | Bloomberg: OCP@IN | Reuters: ORCD.BO

FY15 Earnings **Chennai, India – May 28, 2015**

Orchid Pharma registers turnover of Rs 1753 crore in FY15

Financial highlights for year ended March 31, 2015 (FY15) - Standalone

Revenue of Rs 1753 crore [US$ 280.6 million] registered during the year ended March 31, 2015 (FY 13-15 /18 months) as compared to Rs 1946 crore [US$ 311.4 million] registered during the corresponding year ended March 31, 2013 [18 months].

Earnings before Interest, Depreciation and Tax (EBIDTA) stood at Rs 361 crore [US$ 57.8 million] for the fiscal under review compared to Rs 169.60 crore [US$ 27.1 million] registered during FY13

Net (Loss) for the fiscal ended March 31, 2015 stood at Rs (191) crore [US$ (30.6) million] compared to a loss of Rs (530) crore [US$ (84.8) million] for the previous fiscal

EPS for the fiscal ended March 31, 2015 stood at Rs. (26.11)

**** 1 US$ = Rs 62.50***

The company extended its current financial and accounting year by six months to *March 31, 2015. This is to fall in line with the new Companies Act requirement.*

Update on the Corporate Debt Restructuring (CDR) initiative and the Business Transfer Agreement (BTA) with Hospira

The Company was admitted by Corporate Debt Restructuring (CDR) cell for restructuring its loans and the CDR package was finalized in December 2013 and approved by the CDR EG in March 2014. The Business Transfer Agreement (BTA) entered into with Hospira a part of the CDR initiative was implemented in July 2014 in line with the CDR process.

Shri R Kannan has been appointed as an independent, non-executive director and Ms Soundara Kumar has been appointed as a nominee of the Lenders as per the CDR package. She would be a non-executive director on the Board of Orchid. Shri S Yuvaraj an independent member on the Board vacates the Office of Director.

Orchid Chemicals & Pharmaceuticals Ltd.®

From the Managing Director

"The approval of the CDR package and its implementation during the year with the support of the Lenders and Financial Institutions has helped us put operations of the remaining business back on track. The allocation of part of the sales proceeds for working capital requirements, reduced interest rates on the loans with a moratorium of 2 years for repayment of the principal and interest has improved the level of operations. Given our quality standards and new product pipeline, we are confident of better performance going forward," said Mr K Raghavendra Rao, Managing Director, Orchid Chemicals & Pharmaceuticals Ltd.

About Orchid Pharma

Orchid Chemicals & Pharmaceuticals Ltd. is a leading pharmaceutical company headquartered in Chennai, India involved in the development; manufacture and marketing of diverse bulk actives, formulations and nutraceuticals. With exports spanning more than 75 countries, Orchid is the largest manufacturer-exporter of cephalosporin bulk actives in India and is ranked amongst the Top 5-cephalosporin producers in the world. Orchid's world-class manufacturing infrastructure including USFDA and UK MHRA approved API and dosage form facilities are located at Chennai. Orchid has dedicated state-of-the-art GLP compliant R&D centres for API research, drug discovery and pharmaceutical research at Chennai. Orchid has ISO 14001 and OHSAS 18001 certifications. Orchid is listed on the National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) in India.

Additional information is available at the company's website at www.orchidpharma.com

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Safe Harbour

This release may include forward-looking statements and information that involve risks, uncertainties and assumptions. Forward-looking statements are all statements that concern plans, objectives, goals, strategies, future events or performance and underlying assumptions and other statements that are other than statements of historical fact, including, but not limited to, those that are identified by the use of words such as "anticipates," "believes," "estimates," "expects," "intends," "plans," "predicts," "projects" and similar expressions. Risks and uncertainties that could affect us include, without limitation:

- General economic and business conditions in the markets we operate in;
- The ability to successfully implement our strategies, our research and development efforts, growth and expansion plans and technological changes;
- Changes in the value of the Rupee and other currency changes;
- Changes in the Indian and international interest rates;
- Changes in laws and regulations that apply to our customers, suppliers, and the pharmaceutical industry;
- Increasing competition in and the conditions of our customers, suppliers and the pharmaceutical industry

Should one or more of such risks and uncertainties materialize, or should any underlying assumption prove incorrect, actual outcomes may vary materially from those indicated in the applicable forward-looking statements. Any forward-looking statement or information contained in this presentation speaks only as of the date of the statement. We are not required to update any such statement or information to either reflect events or circumstances that occur after the date the statement or information is made or to account for unanticipated events.