POCHIRAJU

Pochiraju Industries Limited

To

Date: 19.05.2018

The General Manager,
Listing Department,
The National Stock Exchange of (India) Ltd,
Bandra Kurla Complex,
MUMBAI.

Respected Sir,

Sub: Outcome of the Board meeting of the company held on 19th May, 2018.

1. As the company's bankers PNB initiated action under SARFAESI Act and issued public auction of the Company's properties the operations of the Company are still under closure.

   Managing Director Sri. Sudhakar Pochiraju informed the Board PNB is continuously resorting to a serious violations of the Provisions of the SARFEASI Act initially in collusion with the sole single bidder and then in vengeance to cover-up their misdeeds with mollified intentions. The authorized officer in connivance with his superiors at Circle Office and Zonal Office is resorting to all possible illegal actions to cover-up their misdeeds. The Company has approached Honorable High Court of Andhra Pradesh and Telangana against the 24-07-2017 Auction of the Company's Bophirima Unit at Shameerpet in violation of Rule 8(5)&(6) of the SARFEASI act. After a serious of arguments Honorable High Court has struck down the auction and commented on various irregularities PNB has resorted to as reported in the earlier Board Meeting Outcome.

   Despite the struck down of the July 2017 auction by Honorable High Court PNB even before the receipt of certified copy of the Judgment again issued auction notice of Hyderabad biotech unit this time fixing the reserve price at Rs. 21.00 Crores. All along the whole 2017 PNB has produced three valuation reports of the Hyderabad Plant for Rs. 17.25 crores and argued in the High Court that the valuations are correct (which they initially valued with a Reserve Price of Rs.50.00 crores) and since it is a specialized biotech unit they are not getting bidders. Soon after the Honorable High Court set aside the auction it has come up with two valuation reports for Rs.21.00 crores and issued auction

POCHIRAJU INDUSTRIES LIMITED Satyamangalam T.N.

Plant & Office : Plot No - 7, Phase - II, S.P.Biotech Park, Shameerpet, Ranga Reddy District. - 500 078. Andhra Pradesh
Tel No.: 040 - 27778999, Fax No. 040-27778777, 27778888
E-mail : pochirajuhyd@hotmail.com, Website : www.pochiraju.co.in

Regd. Office : 1/102, Sathyamangalam Village, Bagalur - Berigai Road, Thummanapalli Post, Hosur Taluk, Krishnagiri Dist. T.N. - 635 105
Tel : +91-4344 254988, Fax : +91-4344 255044, E-mail : pochirajuflori@hotmail.com

Notice fixing the Reserve Price as Rs. 21.00 Crores and auctioned the same which apparently shows and proves that the valuations are cooked up with fraudulent intentions and making the entire process of valuations itself suspicious.

The Company has no option but to approach Honorable High Court by filing a Writ petition questioning the valuations. PNB is supposed to file a counter to the same on March 29, 2018 which it did not do so so far.

Even though the Company is trying for the resolution of its NPA issues, despite several requests, representations including to the MD during the past two and half years a true and fair opportunity for same is being denied by the authorized officer and its superiors at Circle Office and Zonal office in a desperate attempt to cover-up their illegal misdeeds for obvious reasons.

2. The Management of the company is exploring various options to revive the operations of the Company.er

3. The Board has adopted the audited financial results for the quarter and year ended 31st March, 2018

This is for your kind information and records. Thanking you and with best regards.

Yours faithfully,

For **POCHIRAJU INDUSTRIES LIMITED**

POCHIRAJU INDUSTRIES LIMITED Satyamangalam T.N.

SUDHAKAR POCHIRAJU
MANAGING DIRECTOR

Cc: THE BOMBAY STOCK EXCHANGE LIMITED

Encl: 1. Audited Financial Results for the quarter and year ended 31-03-2018.
2 Limited .Audit Review Report

M M REDDY & CO.,
Chartered Accountants

Phone : 040-23418836
040-40272617
Mobile : 98482 71555

Auditor's Report On Quarterly Standalone 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

Board of Directors of
POCHIRAJU INDUSTRIES LTD

We have audited the quarterly financial results of **POCHIRAJU INDUSTRIES LTD** for the quarter ended March 31, 2018 and for the year then ended, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI [Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 for 'Interim Financial Reporting', specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results, as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the total comprehensive income (comprising of net profit and other comprehensive income) and other financial information for the quarter ended March 31, 2018 and for the year then ended.

For M M REDDY & Co
Chartered Accountants
Firm Registration No.: 010871S

M Madhusudhana Reddy
Partner
Membership No. 213077

Date: 29.05.2018
Place: Hyderabad

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POCHIRAJU INDUSTRIES LIMITED

Pochiraju Industries Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2018

(Amount in Rs.)

	PARTICULARS	Note No.	Year Ended March 31, 2018	Year Ended March 31, 2017
I	Revenue from operations		-	-
II	Other Income	19	-	-
III	**Total Income (I+II)**		-	-
IV	**Expenses:**			
	Operating Expenses	20	-	-
	Employee Benefits Expense	21	864,540	413,395
	Depreciation and amortization expense	2	36,047,653	145,852,712
	Finance Cost	22	68,023,791	68,023,791
	Other expenses	23	5,527,510	168,929,471
	Total Expenses		**110,463,494**	**383,219,369**
V	Profit before exceptional and extraordinary items and tax (III - IV)		(110,463,494)	(383,219,369)
	-Exceptional Items		-	-
	-Priori period expenses		-	-
VI	Profit before tax		- 110,463,494	(383,219,369.47)
VII	Tax Expense			
	- Current tax		-	-
	- Deferred tax			- 2,164,899
VII	Profit for the period (V-VI)		**(110,463,494)**	**(381,054,471)**
VIII	Other Comprehensive Income (OCI)			
	i) Items that will not be reclassified to profit & loss		-	-
	ii) Income tax relating to items that will not be reclassified to profit & loss		-	-
	Other comprehensive income for the year (net of tax)		-	-
IX	Total Comprehensive Income (VII+VIII)		**(110,463,494)**	**(381,054,471)**
X	Earnings per equity share: (Equity shares of par value of Rs.10/- each)			
	- Basic		(5.84)	(20.15)
	- Diluted		(5.84)	(20.15)
	Significant accounting policies and notes to accounts	1 to 23		

As per our report of even date
For M M REDDY & CO.,
Chartered Accountants
Firm Registration No.010371S

for and on behalf of the Board
For POCHIRAJU INDUSTRIES LIMITED

(M.Madhusudhana Reddy)
Partner
Membership No. 213077

(SUDHAKAR POCHIRAJU)
Managing Director
DIN: 00164844

(SAILAJA POCHIRAJU)
Director
DIN: 01628962

POCHIRAJU INDUSTRIES LIMITED Satyamangalam T.N.

Place: Hyderabad
Date: 30-05-2018

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POCHIRAJU INDUSTRIES LIMITED

Statement of Assets and Liabilities

(Amount in Lakhs)

	PARTICULARS	As at March 31,	As at March 31,	As at April 1st, 2016
I	**ASSETS:**			
(1)	**Non-current assets**			
	(a) Property, Plant and Equipment	4,526.97	4,887.45	6,345.98
	(b) Capital work-in-progress	3,677.82	3,677.82	3,677.82
	(c) Goodwill	-	-	-
	(d) Other Intangible Assets	-	-	-
	(e) R&D in-process materials	1,141.03	1,141.03	1,141.03
	(f) R&D Capital Expenditure	1,237.29	1,237.29	1,237.29
	(g) Financial assets			
	(i) Investments	-	-	-
	(ii) Other Financial Assets	11.03	11.03	11.03
	(h) Deferred tax assets (net)	-	-	-
	(i) Other non-current assets	-	-	1,354.06
(2)	**Current assets**			
	(a) Inventories			
	(b) Financial assets			
	(i) Investments	-	-	-
	(ii) Trade receivables	-	-	304.33
	(iii) Cash and cash equivalents	0.06	0.13	0.60
	(iv) Bank Balances other than (iii) above	-	-	-
	(v) Loans and advances	48.29	48.29	48.29
	(vi) Investments held for Sale	-	-	-
	(c) Other current assets	-	-	-
	TOTAL ASSETS	**10,642.51**	**11,003.05**	**14,120.44**
II	**EQUITY AND LIABILITIES:**			
	Equity			
	(a) Equity Share Capital	1,890.67	1,890.67	1,890.67
	(b) Other Equity			
	(i) Share Warrants	110.28	110.28	110.28
	(ii)Reserves and Surplus	1,455.05	2,559.68	6,370.22

POCHIRAJU INDUSTRIES LIMITED Satyamangalam T.N.

	Liabilities			
(1)	**Non Current Liabilities**			
	(a) Financial Liabilities	-	-	-
	(i) Borrowings	747.00	747.00	747.00
	(b) Deferred tax liabilities (Net)	-	-	21.65
(2)	**Current Liabilities**			
	(a) Financial Liabilities			
	(i) Borrowings	2,207.70	2,207.70	2,207.70
	(ii) Trade Payables	149.58	85.72	51.16
	(iii) Other financial liabilities	-	-	-
	(b) Other current liabilities	4,040.83	3,360.59	2,680.35
	(c) Provisions	41.41	41.41	41.41
	(d) Current tax liabilities(Net)	-	-	-
	TOTAL EQUITY AND LIABILITIES	**10,642.51**	**11,003.05**	**14,120.44**

FOR POCHIRAJU INDUSTRIES LIMITED

POCHIRAJU INDUSTRIES LIMITED Satyamangalam T.N.

SUDHAKAR POCHIRAJU
Managing Director
DIN: 00164844

Place : Hyderabad
Date :29-05-2018