



# Prakash Industries Limited

Near I.O.C.L. Depot, Najafgarh - Bijwasan Road,  
Bijwasan, New Delhi-110061. CIN : L27109HR1980PLC010724  
Tel. : 25305800, 28062115, Fax : 91-11-28062119  
E-mail : pilho@prakash.com, Website : www.prakash.com

PIL/SE/UFR/Q2/2018-19

29<sup>th</sup> October, 2018

Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza, 5th Floor, Plot No. C/1  
G Block, Bandra-Kurla Complex, Bandra (E)  
**Mumbai - 400051**

Listing Department  
BSE Ltd.  
Phiroze Jeejeebhoy Towers  
Dalal Street,  
**Mumbai - 400001**

Company Symbol : PRAKASH

Company Code : 506022

## Sub : Outcome of the Board Meeting

Dear Sir,

We would like to inform you that the Board of Directors of the Company in its meeting held on 29<sup>th</sup> October, 2018 have approved the following:

1. The Unaudited Financial Results for the quarter / half year ended 30<sup>th</sup> September, 2018 with limited review carried out by the Auditors of the Company. Copy of the said results and limited review report are enclosed and results also sent for publication in the prescribed format
2. Press release on the financial results update and key business highlights, copy of the said press release is also enclosed

The Board meeting commenced at 11.00 A.M. and concluded at 11.45 A.M.

This information is pursuant to Regulation 33, 52 & 30 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your information and record.

Thanking you,

Yours faithfully,  
**For Prakash Industries Limited**

*Ashwini Kumar*  
**Ashwini Kumar**  
**Company Secretary**

Encls : as above





# Prakash Industries Limited

(CIN : L27109HR1980PLC010724)

Regd. Office : 15 Km. Stone, Delhi Road, Hissar -125044 (Haryana)

Corporate Office : SRIVAN, Bijwasan, New Delhi - 110061

Website:www.prakash.com

## Statement of Unaudited Standalone Financial Results for the quarter and half year ended 30th September, 2018

(₹ in lakhs)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.18	30.06.18	30.09.17	30.09.18	30.09.17	31.03.18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income from operations</b>						
	Net Revenue from operations	95,031	98,542	64,792	1,93,573	1,29,839	2,93,481
	Add: Excise Duty	-	-	-	-	7,186	7,186
	<b>Gross Revenue from operations</b>	<b>95,031</b>	<b>98,542</b>	<b>64,792</b>	<b>1,93,573</b>	<b>1,37,025</b>	<b>3,00,667</b>
2	Other Income	199	164	550	363	679	1,481
3	<b>Total Income (1+2)</b>	<b>95,230</b>	<b>98,706</b>	<b>65,342</b>	<b>1,93,936</b>	<b>1,37,704</b>	<b>3,02,148</b>
4	<b>Expenses</b>						
	a)Cost of material consumed	59,418	56,577	40,787	1,15,995	82,291	1,84,116
	b)Changes in inventories of finished goods and work-in-progress	(821)	1934	556	1,113	930	628
	c)Employee benefit expenses	5,625	5,407	4,306	11,032	9,049	19,597
	d)Finance costs	2,684	2,124	2,164	4,808	4,223	8,661
	e)Depreciation and amortisation expense	3,444	3,358	3,145	6,802	5,852	12,094
	f)Excise duty expenses	-	-	-	-	7,186	7,186
	g)Other expenses	11,807	10,597	7,278	22,404	14,894	31,032
	<b>Total expenses</b>	<b>82,157</b>	<b>79,997</b>	<b>58,236</b>	<b>1,62,154</b>	<b>1,24,425</b>	<b>2,63,314</b>
5	<b>Profit before Exceptional items and Tax(3-4)</b>	<b>13,073</b>	<b>18,709</b>	<b>7,106</b>	<b>31,782</b>	<b>13,279</b>	<b>38,834</b>
6	Exceptional items	-	-	-	-	-	-
7	<b>Profit before tax(5+6)</b>	<b>13,073</b>	<b>18,709</b>	<b>7,106</b>	<b>31,782</b>	<b>13,279</b>	<b>38,834</b>
8	Tax expenses						
	-Current Tax (MAT)	2,950	4,015	1,516	6,965	2,834	8,481
	-MAT Credit Entitlement	(2950)	(2174)	(1516)	(5124)	(2834)	(8272)
	Total Tax expenses	-	1841	-	1841	-	209
9	<b>Profit after tax(7-8)</b>	<b>13,073</b>	<b>16,868</b>	<b>7,106</b>	<b>29,941</b>	<b>13,279</b>	<b>38,625</b>
10	<b>Other Comprehensive Income</b>						
	a)Items that will not be reclassified to Profit or loss						
	-Remeasurement of defined benefit plans	(60)	(60)	(66)	(120)	(132)	(239)
	-Income tax relating to items*						
	Other Comprehensive Income	(60)	(60)	(66)	(120)	(132)	(239)
11	<b>Total Comprehensive Income for the period(9+10)</b>	<b>13,013</b>	<b>16,808</b>	<b>7,040</b>	<b>29,821</b>	<b>13,147</b>	<b>38,386</b>
12	Paid up Equity Share Capital (Face Value ₹10 per Share)	16,335	15,688	15,251	16,335	15,251	15,688
13	<b>Earning Per Share ( Face value of ₹ 10 each)</b>						
	(a)Basic ₹	8.03	10.75	4.69	18.78	8.95	25.58
	(b)Diluted ₹	6.44	9.43	4.63	15.87	8.66	23.05
	(figures for the quarter/half year not annualised)						

\*Deferred tax liability is adjusted against Securities Premium Account in terms of an order of the High Court.





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## Unaudited Segment Information for the quarter and half year ended 30th September, 2018

(₹ in lakhs)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.18	30.06.18	30.09.17	30.09.18	30.09.17	31.03.18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Segment Revenue</b>						
	a) Power	19,090	19,813	14,136	38,903	28,810	62,527
	b) Steel	86,594	89,430	58,008	1,76,024	1,21,485	2,70,389
	c) PVC Pipe and Packaging	8,271	9,048	6,607	17,319	15,245	29,765
	<b>Total</b>	<b>1,13,955</b>	<b>1,18,291</b>	<b>78,751</b>	<b>2,32,246</b>	<b>1,65,540</b>	<b>3,62,681</b>
	Less : Inter Segment Revenue	18,924	19,749	13,959	38,673	28,515	62,014
	<b>Sales/Revenue from Operations</b>	<b>95,031</b>	<b>98,542</b>	<b>64,792</b>	<b>1,93,573</b>	<b>1,37,025</b>	<b>3,00,667</b>
2	<b>Segment Results</b>						
	Profit before tax and interest from each segment						
	a) Power	12,273	12,597	7,312	24,870	14,261	37,564
	b) Steel	2,421	7,236	1,011	9,657	1,299	6,360
	c) PVC Pipe and Packaging	1,063	1,000	947	2,063	1,942	3,571
	<b>Total</b>	<b>15,757</b>	<b>20,833</b>	<b>9,270</b>	<b>36,590</b>	<b>17,502</b>	<b>47,495</b>
	Less: Financial Expenses	2,684	2,124	2,164	4,808	4,223	8,661
	Exceptional Items	-	-	-	-	-	-
	<b>Total Profit before tax</b>	<b>13,073</b>	<b>18,709</b>	<b>7,106</b>	<b>31,782</b>	<b>13,279</b>	<b>38,834</b>
3	<b>Segment Assets</b>						
	a) Power	1,46,187	1,50,747	1,49,329	1,46,187	1,49,329	1,49,923
	b) Steel	2,59,790	2,40,164	1,69,464	2,59,790	1,69,464	2,15,098
	c) PVC Pipe and Packaging	10,884	9,061	6,801	10,884	6,801	8,208
	d) Unallocated	19,877	17,753	29,965	19,877	29,965	16,033
	<b>Total</b>	<b>4,36,738</b>	<b>4,17,725</b>	<b>3,55,559</b>	<b>4,36,738</b>	<b>3,55,559</b>	<b>3,89,262</b>
	<b>Segment Liabilities</b>						
	a) Power	31,011	34,656	55,274	31,011	55,274	34,720
	b) Steel	75,043	74,849	42,159	75,043	42,159	69,155
	c) PVC Pipe and Packaging	1,680	1,667	1,730	1,680	1,730	1,350
	d) Unallocated	18,439	14,664	16,616	18,439	16,616	10,431
	<b>Total</b>	<b>1,26,173</b>	<b>1,25,836</b>	<b>1,15,779</b>	<b>1,26,173</b>	<b>1,15,779</b>	<b>1,15,656</b>





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## Statement of Unaudited Standalone Assets and Liabilities

(₹ in lakhs)

PARTICULARS	As at	As at
	30th September, 2018	31st March, 2018
	Unaudited	Audited
<b>ASSETS</b>		
<b>Non Current Assets</b>		
(a)Property, Plant & Equipment	2,42,852	2,37,732
(b)Capital Work-in-progress	79,183	68,999
(c)Financial Assets		
(i)Investments	1	1
(ii)Other Financial Assets	5,890	5,039
(d)Other Non Current Assets	9,942	8,531
(e)Deferred Tax Assets	19,877	16,033
<b>Total Non-current Assets</b>	<b>3,57,745</b>	<b>3,36,335</b>
<b>Current Assets</b>		
(a)Inventories	30,176	25,085
(b)Financial Assets		
(i)Trade Receivable	19,215	9,885
(ii)Cash & Cash Equivalents	2,135	2,349
(iii)Bank Balances other than (ii) above	2,811	2,395
(iv)Other Financial Assets	7,755	4,162
(c)Other Current Assets	16,901	9,051
<b>Total Current Assets</b>	<b>78,993</b>	<b>52,927</b>
<b>TOTAL ASSETS</b>	<b>4,36,738</b>	<b>3,89,262</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a)Equity Share Capital	16,335	15,688
(b)Other Equity	2,94,232	2,57,917
<b>Total Equity</b>	<b>3,10,567</b>	<b>2,73,605</b>
<b>LIABILITIES</b>		
<b>Non Current Liabilities</b>		
(a)Financial Liabilities		
(i)Borrowings	55,817	60,094
(b)Provisions	3,638	3,384
<b>Total Non-Current Liabilities</b>	<b>59,455</b>	<b>63,478</b>
<b>Current Liabilities</b>		
(a)Financial Liabilities		
(i)Borrowings	14,115	11,541
(ii)Trade Payables	12,862	14,045
(iii)Other Financial Liabilities	14,327	15,800
(b)Other Current Liabilities	10,612	3,746
(c)Provisions	1,764	1,644
(d)Current Tax Liabilities (Net)	13,036	5,403
<b>Total Current Liabilities</b>	<b>66,716</b>	<b>52,179</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,36,738</b>	<b>3,89,262</b>



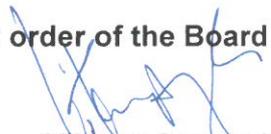
## Notes

1. The above results for the quarter and half year ended 30<sup>th</sup> September,2018 have been reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on 29<sup>th</sup> October, 2018 and the Statutory Auditors of the Company have carried out a limited review.
2. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3. During the quarter and half year ended 30<sup>th</sup> September,2018, the Company has allotted 44,84,039 equity shares on conversion option exercised by certain Foreign Currency Convertible Bond holders and 19,79,255 equity shares on conversion of warrants.
4. The scheme of arrangement for Demerger of PVC Division between Prakash Industries Limited( Demerged Company) and Prakash Pipes Limited (Resulting Company) is under consideration by the Hon'ble National Company Law Tribunal (NCLT).The appointed date is 1<sup>st</sup> April'2018.
5. The Company has opted to publish only standalone un-audited financial results. The Company will be consolidating and presenting its consolidated Financial statement as at and for the year ended March 31, 2019.
6. The figures for the quarter ended 30<sup>th</sup> September,2018 are the balancing figures between the unaudited figures in respect of the half year ended 30<sup>th</sup> September,2018 and published figures up to the end of the first quarter ended 30<sup>th</sup> June,2018.
7. Previous period's figures have been regrouped / reclassified, wherever considered necessary to make them comparable.

Place: New Delhi

Date: 29<sup>th</sup> October, 2018

By order of the Board

  
Vikram Agarwal

Managing Director



# CHATURVEDI & CO.

Chartered Accountants

203 KUSAL BAZAR, 32-33 NEHRU PLACE, NEW DELHI-110019

Phone: 011-41048438

E-mail: delhi@chaturvedico.com \* Website: www.chaturvedico.com

**Independent Auditor's Review Report on Interim Standalone Financial Results of PRAKASH INDUSTRIES LIMITED for the quarter and half year ended on September 30, 2018 an Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To The Board of Directors of PRAKASH INDUSTRIES LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results ("the statement") of **PRAKASH INDUSTRIES LIMITED** ("the Company") for the quarter and half year ended September 30, 2018, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been compiled from the related interim financial statements which has been prepared in accordance with Indian Accounting standard 34 "Interim Financial Reporting" (Ind AS 34) Specified under section 133 of the Companies Act 2013, 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. We conducted our review of the Statement 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 misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. We refer that the deferred tax liability of Rs. 825 lakhs and Rs. 1280 lakhs for the quarter and half year ended September 30, 2018 respectively has been adjusted against security premium account by the company in terms of a court order. Had the deferred tax liability been accounted for pursuant to Ind AS-12 'Income Taxes', net profit and total comprehensive income after tax for the quarter and half year ended September 30, 2018 would have been lower by Rs. 825 lakhs and Rs. 1280 lakhs respectively.
4. Based on our review conducted as stated above, except for the effects of our observations stated in para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 as amended by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Our review report is not qualified in respect of these matters.

New Delhi  
October 29, 2018

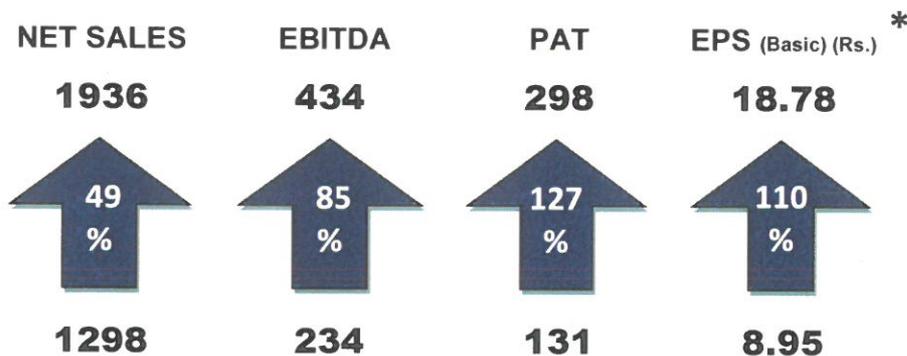


**For CHATURVEDI & CO.**  
Chartered Accountants  
Firm Registration No. 302137E

**PANKAJ CHATURVEDI**  
Partner,  
Membership No. 091239

**FINANCIAL RESULTS**
**FOR THE QUARTER AND HALF YEAR ENDED 30<sup>TH</sup> SEPTEMBER, 2018**
**QUARTERLY RESULTS**
**Q2FY2019 vs Q2FY2018 (Rs. in Crores)**


During Q2FY2019, the Company has achieved Net Sales of Rs. 950 Crores and EBITDA of Rs. 192 Crores, reflecting growth of 47% and 55% respectively over the corresponding quarter of the last financial year. After providing for interest, depreciation and tax, the Net Profit of the Company for Q2FY2019 zoomed by 86% to Rs. 130 Crores as against Rs. 70 Crores in Q2FY2018. The increase in the profitability is due to **operational efficiencies, higher production volumes and better sales realisation.**

**HALF YEARLY RESULTS**
**H1FY2019 vs H1FY2018 (Rs. in Crores)**


**\*  
On Annualised  
basis this half  
yearly EPS works  
out to Rs. 37.56**

During H1FY2019, the Company has achieved Net Sales of Rs. 1936 Crores and EBITDA of Rs. 434 Crores, reflecting growth of 49% and 85% respectively over the corresponding period of the last financial year. After providing for interest, depreciation and tax, the Net Profit of the Company for H1FY2019 jumped by 127% to Rs. 298 Crores as against Rs. 131 Crores in H1FY2018.



**Highlights:**

- **Highest Ever Sales Volume**

Despite monsoon season, the Company has achieved highest ever quarterly sales volume of 2,40,375 tonnes in Q2FY2019, registering growth of 28% as against corresponding quarter of the last financial year. This was achieved due to higher capacity utilisation and operational efficiencies.

- **Steel & Power Division**

- **Sponge Iron Kiln 6 with 15MW WHRB**

The company expects completion of 6<sup>th</sup> Sponge Iron Rotary Kiln project having capacity of 0.20 Million tonnes alongwith 15 MW Waste Heat Power co-generation by end of January, 2019. Subsequent to the installation of the 6<sup>th</sup> Kiln, the dependence on external procurement of sponge iron will be reduced, which shall significantly add to the bottom line of the company.

- **Captive Iron Ore Mine**

The company had received Stage-I approval for diversion of Revenue Forest Land from Ministry of Environment, Forest & Climate Change for its Sirkaguttu Iron Ore Mine in Odisha. The company is awaiting final clearances from the competent authorities and expecting the mining operation to commence by end of December, 2018.

- **PVC Pipes Division**

- **PVC Pipes Business**

The company has a strong brand presence in North India. The company is extending its brand “Prakash” by penetrating into new territories and enhancing the product mix.

- **Flexible Packaging Business**

The commercial production of the newly ventured flexible packaging business has started during the quarter and is getting favourable response from the user industry due to utmost focus on quality and timely delivery to the customers.

- **Demerger of PVC Pipes Division**

Subsequent to the approval of the Scheme of Demerger by the Stock Exchanges, Shareholders and the Creditors, the scheme is now under final stages of approval. In view of above, the company expects the Demerger to be effective very shortly.

*Disclaimer: This release contains forward-looking statements based on the currently held beliefs and assumptions of the management of Prakash Industries Limited (PIL), which are expressed in good faith and, in their opinion, reasonable. Forward looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual results, financial condition, performance, or industry results, to differ materially from the results or performance implied by such forward-looking statements. Given these risks, uncertainties and other factors, recipients of this document are cautioned not to place undue reliance on these forward-looking statements.*

