



# Premier Explosives Limited

ISO 9001 REGISTERED



DNV Certification B.V., The Netherlands

28<sup>th</sup> June, 2021

To  
The General Manager  
Department of Corporate Relations  
**BSE Limited**  
Sir Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai -400 001

To  
The Vice President,  
Listing Department  
**The National Stock Exchange of India  
Limited**  
Exchange Plaza  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051  
**Scrip code: PREMEXPLN**

**Scrip code: 526247**

Dear Sir,

**Sub: Outcome of Board Meeting - Audited Financial Results (Standalone & Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2021.**

We would like to inform you that, the Board of Directors of the Company at their Meeting held today i.e., 28<sup>th</sup> June, 2021, have approved the Audited Financial Results (Standalone and Consolidated) for the Fourth Quarter and Year ended 31<sup>st</sup> March, 2021.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- 1) Statements showing the Audited Financial Results (Standalone and Consolidated) for the fourth quarter and year ended 31<sup>st</sup> March, 2021.
- 2) Auditors' Report on the Audited Financial Results – (Standalone and Consolidated).

We hereby confirm that the Statutory Auditors of the Company i.e., M/s. Majeti & Co., Chartered Accountants have issued the Audit Reports on Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2021 with unmodified opinion.

The meeting of the Board of directors commenced at 12:00 Noon and concluded at 4.15 P.M.

We request you to take note of the above and arrange to bring this to the notice of all concerned.

Thanking you,

Yours faithfully,  
**For Premier Explosives Limited**

*K. Jhansi Laxmi*

**K. Jhansi Laxmi**  
**Company Secretary**  
Encl:a/a



**Regd. Office :** "Premier House", # 11, Ishaq Colony, Near AOC Centre, Secunderabad - 500 015. (T.S) INDIA

Phones : 040-66146801 to 05 Fax : +91 (40) 27843431 email :

**CIN : L24110TG1980PLC002633**

[investors@pelgel.com](mailto:investors@pelgel.com)



**INDEPENDENT AUDITOR'S REPORT ON THE QUARTERLY AND YEAR TO DATE  
AUDITED STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE  
REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE  
REQUIREMENTS) REGULATIONS, 2015, AS AMENDED**

To  
The Board of Directors of  
**PREMIER EXPLOSIVES LIMITED**

**Report on the Audit of Standalone Financial Results**

**Opinion**

We have audited the accompanying standalone annual financial results ('the Statement') of **PREMIER EXPLOSIVES LIMITED** ('the Company') for the year ended 31 March 2021, 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) ('listing Regulations'), including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net loss and other comprehensive income and other financial information of the Company for the year ended March 31, 2021 and the standalone statement of assets and liabilities and the standalone statement of cash flows as at and for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone financial Results in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial Results under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial Results.



### **Board of Directors' Responsibility for the Standalone Financial Results**

These Standalone financial results have been prepared on the basis of the standalone annual financial statements for the year ended March 31, 2021.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these standalone financial Results that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows in accordance with the Ind AS and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial Results, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from



fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial Results, including the disclosures, and whether the standalone financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



**Other Matters**

The standalone financial results include the results for the quarter ended 31 March 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

The standalone annual financial results dealt with by this report has been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2021 on which we issued an unmodified audit opinion vide our report dated June 28, 2021.



Place: Hyderabad  
Date: June 28, 2021

For MAJETI & CO  
Chartered Accountants  
Firm's Registration No: 015975S  
*M. Kiran Kumar*  
Kiran Kumar Majeti  
Partner  
Membership No: 220354

UDIN No: *21220354AAAA BLSD*

**Premier Explosives Limited**  
CIN:L24 110TG 1980 PLC 002633  
'Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

**Statement of Audited Standalone financial results for the Quarter and Year Ended March 31, 2021**

(Rs. in lakhs, except as stated)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Refer no- 5)	(Unaudited)	(Refer no- 5)	(Audited)	(Audited)
1	<b>Revenue</b>					
	Revenue from operations	3486.32	4879.45	3396.69	15194.05	15650.80
	Other Income	41.97	12.64	36.98	87.15	140.00
	<b>Total Revenue</b>	<b>3528.29</b>	<b>4892.09</b>	<b>3433.67</b>	<b>15281.20</b>	<b>15790.80</b>
2	<b>Expenses</b>					
	a) Cost of raw materials consumed	2138.93	1913.19	1895.72	6986.73	9109.88
	b) Purchase of stock -in- trade	54.63	99.38	121.01	322.89	267.37
	c) Changes in inventories of finished goods, work-in-progress and scrap	(1,197.65)	903.42	(416.02)	51.25	(1,405.02)
	d) Employee benefits expense	1075.16	1391.40	1154.43	4727.95	4947.58
	e) Finance costs	184.51	203.08	183.72	735.30	577.26
	f) Depreciation and amortisation expense	219.35	128.30	125.26	597.00	496.98
	g) Research and development expenses	15.72	16.78	24.10	69.21	91.23
	h) Other expenses	691.72	923.64	1088.11	2371.92	3156.46
	<b>Total expenses</b>	<b>3182.37</b>	<b>5579.19</b>	<b>4176.33</b>	<b>15862.25</b>	<b>17241.74</b>
3	<b>Profit/(Loss) before Exceptional items and tax (1-2)</b>	<b>345.92</b>	<b>(687.10)</b>	<b>(742.66)</b>	<b>(581.05)</b>	<b>(1450.94)</b>
4	<b>Exceptional Item</b>					
	a) Voluntary Retirement expenses	-	0.01	-	908.01	-
5	<b>Profit/ (Loss) before tax (3-4)</b>	<b>345.92</b>	<b>(687.11)</b>	<b>(742.66)</b>	<b>(1489.06)</b>	<b>(1450.94)</b>
6	<b>Tax expense</b>					
	Current tax	(31.86)	-	(26.15)	(31.86)	-
	Deferred tax	108.26	(166.10)	(466.68)	(382.73)	(492.70)
	<b>Total tax expense</b>	<b>76.40</b>	<b>(166.10)</b>	<b>(492.83)</b>	<b>(414.59)</b>	<b>(492.70)</b>
7	<b>Profit/(Loss) for the period (5-6)</b>	<b>269.52</b>	<b>(521.01)</b>	<b>(249.83)</b>	<b>(1074.47)</b>	<b>(958.24)</b>
8	<b>Other comprehensive income</b>					
	a) (i) Items that will not be reclassified to profit or loss (Remeasurement on post-employment defined benefit obligation)	(82.12)	(5.60)	118.29	(98.92)	24.29
	(ii) Income tax relating to items that will not be reclassified to profit or loss	22.85	1.55	(32.91)	27.52	(6.76)
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income (8a + 8b)</b>	<b>(59.27)</b>	<b>(4.05)</b>	<b>85.38</b>	<b>(71.40)</b>	<b>17.53</b>
9	<b>Total comprehensive income for the period (7+8)</b>	<b>210.25</b>	<b>(525.06)</b>	<b>(164.45)</b>	<b>(1145.87)</b>	<b>(940.71)</b>
10	Paid-up equity share capital (Face value of Rs. 10/- per share)	1075.22	1075.22	1075.22	1075.22	1075.22
11	Other equity excluding revaluation reserve				17425.69	18571.56
12	<b>Earnings/(Loss) per share of Rs. 10 each (not annualised) (in Rupees)</b>					
	Basic (in Rs.)	2.51	(4.85)	(2.32)	(9.99)	(8.91)
	Diluted (in Rs.)	2.51	(4.85)	(2.32)	(9.99)	(8.91)

*[Handwritten Signature]*



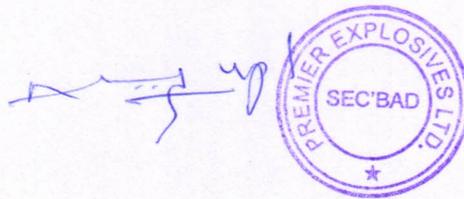
**Standalone Statement of Assets and Liabilities**

Particulars	As at	As at
	31.03.2021	31.03.2020
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	17,263.15	10,614.76
Capital work-in-progress	175.65	6,169.62
Right -of- use asset	76.93	77.74
Investment Property	8.02	8.02
Intangible assets	653.37	450.45
Financial assets		
(i) Investments	531.00	531.00
(ii) Other financial assets	2.38	2.15
Income tax assets (net)	230.92	158.50
Other non-current assets	498.63	851.96
<b>Total Non-current assets</b>	<b>19,440.05</b>	<b>18,864.20</b>
<b>Current assets</b>		
Inventories	3,672.07	4,201.63
Financial assets		
(i) Trade receivables	4,202.86	4,699.10
(ii) Cash and cash equivalents	90.19	190.40
(iii) Bank balances other than (ii) above	532.07	1,345.31
(iv) Unbilled Receivable	269.59	153.58
Other current assets	1,205.43	1,173.63
<b>Total Current assets</b>	<b>9,972.21</b>	<b>11,763.65</b>
<b>TOTAL ASSETS</b>	<b>29,412.26</b>	<b>30,627.85</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,075.22	1,075.22
Other equity	17,425.69	18,571.56
<b>Total Equity</b>	<b>18,500.91</b>	<b>19,646.78</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	1,022.40	391.77
(ii) Other financial liabilities	8.65	13.55
Provisions	510.29	391.14
Deferred tax Liability (net)	514.09	924.34
<b>Total Non-current liabilities</b>	<b>2,055.43</b>	<b>1,720.80</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	4,767.69	5,384.52
(ii) Trade payables	1,688.10	1,884.31
(iii) Other financial liabilities	1,739.72	1,317.76
Other current liabilities	437.97	497.78
Provisions	209.54	140.50
Current tax liabilities (net)	12.90	35.40
<b>Total current liabilities</b>	<b>8,855.92</b>	<b>9,260.27</b>
<b>Total Liabilities</b>	<b>10,911.35</b>	<b>10,981.07</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>29,412.26</b>	<b>30,627.85</b>




## STATEMENT OF CASH FLOWS

Particulars	As at	
	31.03.2021	31.03.2020
	(Audited)	(Audited)
<b>A Cash flow from operating activities</b>		
Profit/ (Loss) before income tax	(1,489.06)	(1,450.94)
Adjustments for:		
Depreciation and amortisation expense	597.00	496.98
Unrealised foreign exchange (gain)/ loss (net)	(0.65)	(14.17)
Expected credit loss	60.00	40.00
Voluntary Retirement expenses	908.01	-
Interest income	(39.33)	(120.84)
Finance costs	735.30	577.26
Remeasurements of defined benefit plan	(98.92)	24.29
Bad debts written off	280.62	637.21
(Profit) on sale of Property, plant and equipment	(0.89)	(15.05)
<b>Operating profit/(Loss) before working capital changes</b>	<b>952.08</b>	<b>174.74</b>
Adjustments for		
Trade receivables and other assets	106.25	483.86
Inventories	529.56	(995.87)
Trade payables, other liabilities and provisions	(492.12)	(326.45)
<b>Cash generated from operating activities</b>	<b>1,095.77</b>	<b>(663.72)</b>
Income taxes paid	40.56	200.18
<b>Net cash generated from operating activities (A)</b>	<b>1,055.21</b>	<b>(863.90)</b>
<b>B Cash flows from investing activities</b>		
Payments for property, plant and equipment, intangible assets and capital work-in-progress	(1,294.02)	(2,943.80)
Proceeds from disposal of property, plant and equipment	2.59	15.99
Redemption/ (Investments) in bank deposits (having original maturity of more than three months) (net)	759.60	1,272.83
Interest received	89.35	170.86
<b>Net cash inflow / (outflow) from investing activities (B)</b>	<b>(442.48)</b>	<b>(1,484.12)</b>
<b>C Cash flows from financing activities</b>		
(Repayment)/ Proceeds from non-current borrowings (net)	672.30	(260.32)
(Repayment)/ Proceeds from current borrowings (net)	(616.83)	3,544.44
Finance costs	(769.06)	(638.41)
Dividends paid to company's shareholders (including dividend distribution tax)	-	(349.98)
<b>Net cash inflow / (outflow) from financing activities (C)</b>	<b>(713.59)</b>	<b>2,295.73</b>
<b>D Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(100.86)</b>	<b>(52.30)</b>
Exchange difference on translation of foreign currency cash and cash equivalents	0.65	14.17
Opening Cash and cash equivalents	190.40	228.53
<b>E Closing cash and cash equivalents</b>	<b>90.19</b>	<b>190.40</b>



#### Notes to the financial results

- 1 The above Standalone Audited Financial Results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at its meeting held on June 28, 2021. The Statutory Auditors of the Company have issued unmodified opinion.
- 2 The Statements are 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 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
- 4 The management has assessed the impact of COVID-19 pandemic on the financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2021.  
The impact of the pandemic may be different from that estimated as at the date of approval of the financial statements and the Company will continue to closely monitor any material changes to future economic conditions.
- 5 The Figures for the quarter ended March 31, 2021 and quarter ended March 31, 2020 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures up to the third quarter of the current and previous financial years i.e., 2020-21 and 2019-20 respectively.
- 6 The figures for the corresponding previous period have been reclassified / regrouped wherever necessary to conform to current period classification.

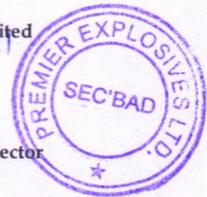
Secunderabad  
28 June 2021



For Premier Explosives Limited

Dr. A. N. Gupta

Chairman and Managing Director





**INDEPENDENT AUDITOR'S REPORT ON THE QUARTERLY AND YEAR TO DATE AUDITED CONSOLIDATED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED**

To  
**The Board of Directors of  
PREMIER EXPLOSIVES LIMITED**

**Report on the Audit of Consolidated Financial Results**

**Opinion**

We have audited the accompanying statement of consolidated annual financial results of **PREMIER EXPLOSIVES LIMITED** (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its share of the loss of its joint venture for the quarter and year ended March 31, 2021 ("statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries and joint venture, the aforesaid consolidated financial results:

(i) include the annual financial results of the following entities:

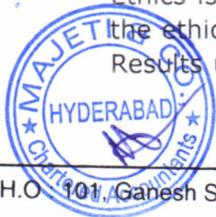
1. Premier Wire Products Limited (Subsidiary).
2. PELNEXT Defence Systems Private Limited (Subsidiary)
3. BF Premier Energy Systems Private Limited (Joint venture)

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net Loss and other comprehensive income and other financial information of the Group for the year ended March 31, 2021 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Interim Consolidated Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our



other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial results.

#### **Board of Director's Responsibilities for the Consolidated Financial Results**

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the consolidated net Loss and consolidated other comprehensive income and other financial information of the Group, in accordance with the Ind AS and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

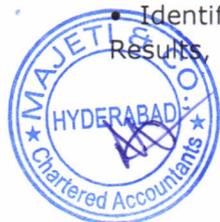
The respective Boards of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to



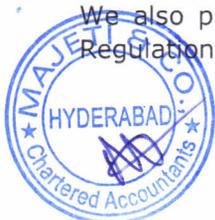
those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



**Other Matters**

1. We did not audit the financial statements of two subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. - 839.85 Lakhs as at March 31, 2021, total revenues of Rs.64.34 lakhs, total net loss after tax and total comprehensive loss of Rs.21.26 lakhs for the year ended on that date, as considered in the consolidated financial results. The consolidated financial results also include the Group's share of net loss and total comprehensive income of Rs. Nil for the year ended March 31, 2021, as considered in the consolidated financial results, in respect of one joint venture, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on the reports of the other auditors.
2. One of the Subsidiary incurred a net loss of before tax of Rs.24.83 Lakhs during the year ended 31st March 2021 and the subsidiary company has accumulated loss of Rs. 162.47 lakhs before considering Revaluation reserve of Rs.175.94 Lakhs as at March 31, 2021 and terminated all the employees in the month of January, 2021. The events or conditions indicate that a material uncertainty exists that may cast significant doubt on the subsidiary company's ability to continue as a going concern. The auditors of subsidiary have referred this matter in the "Material Uncertainty related to Going Concern" paragraph in their audit report.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

3. The Financial Results include the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.
4. The consolidated annual financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited consolidated financial statements of the group for the year ended March 31, 2021 on which we have issued an unmodified audit opinion vide our report dated June 28, 2021.



Place: Hyderabad  
Date: June 28, 2021

For MAJETI & CO  
Chartered Accountants  
Firm's Registration No: 015975S  
*M. Kiran Kumar*  
Kiran Kumar Majeti  
Partner  
Membership No: 220354

UDIN No: 21220354 AAAABM2438

Premier Explosives Limited

CIN:L24 110TG 1980 PLC 002633

'Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

Statement of Consolidated Audited financial results for the Quarter and Year ended March 31, 2021

(Rs. in lakhs, except as stated)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		(Refer No -5)	(Unaudited)	(Refer No -5)	(Audited)	(Audited)
1	<b>Revenue</b>					
	Revenue from operations	3,494.57	4885.45	3644.98	15220.30	16452.09
	Other Income	47.70	12.81	38.16	93.46	146.18
	<b>Total Revenue</b>	<b>3542.27</b>	<b>4898.26</b>	<b>3683.14</b>	<b>15313.76</b>	<b>16598.27</b>
2	<b>Expenses</b>					
	a) Cost of raw materials consumed	2,138.93	1913.19	2068.48	6986.73	9574.15
	b) Purchase of stock -in- trade	54.63	99.38	121.01	322.89	267.37
	c) Changes in inventories of finished goods, work-in- progress and scrap	(1,197.65)	903.42	(367.11)	51.25	(1,328.27)
	d) Employee benefits expense	1,071.20	1432.69	1146.29	4765.03	5026.49
	e) Finance costs	177.72	195.05	177.08	704.96	574.66
	f) Depreciation and amortisation expense	226.81	135.94	132.80	627.30	527.32
	g) Research and development expenses	15.72	16.78	24.10	69.21	91.23
	h) Other expenses	708.42	926.08	1106.07	2393.08	3366.72
	<b>Total expenses</b>	<b>3195.78</b>	<b>5622.53</b>	<b>4408.72</b>	<b>15920.45</b>	<b>18099.67</b>
3	<b>Profit/(Loss) before tax, share of loss from joint venture &amp; exceptional item (1-2)</b>	<b>346.49</b>	<b>(724.27)</b>	<b>(725.58)</b>	<b>(606.69)</b>	<b>(1501.40)</b>
4	Share of (loss) from Joint Venture	-	-	(0.11)	-	(0.13)
5	<b>Profit/(Loss) before tax and exceptional item (3+4)</b>	<b>346.49</b>	<b>(724.27)</b>	<b>(725.69)</b>	<b>(606.69)</b>	<b>(1501.53)</b>
6	Exceptional Item					
	a) Voluntary Retirement expenses	-	0.01	-	908.01	-
7	<b>Profit/(Loss) before tax (5-6)</b>	<b>346.49</b>	<b>(724.28)</b>	<b>(725.69)</b>	<b>(1514.70)</b>	<b>(1501.53)</b>
8	<b>Tax expense</b>					
	Current tax	(31.86)	-	(25.01)	(31.86)	1.16
	Deferred tax	109.44	(169.49)	(471.27)	(387.11)	(500.18)
	<b>Total tax expense</b>	<b>77.58</b>	<b>(169.49)</b>	<b>(496.28)</b>	<b>(418.97)</b>	<b>(499.02)</b>
9	<b>Profit/(Loss) for the period (7-8)</b>	<b>268.91</b>	<b>(554.79)</b>	<b>(229.41)</b>	<b>(1095.73)</b>	<b>(1002.51)</b>
	Profit / (Loss) for the period attributable to:					
	Shareholders of the company	268.96	(548.07)	(232.56)	(1091.64)	(992.96)
	Non Controlling Interest	(0.05)	(6.72)	3.15	(4.09)	(9.55)
10	<b>Other comprehensive Income</b>					
	a) (i) Items that will not be reclassified to profit or loss (Remeasurement on post-employment defined benefit obligation)	(82.12)	(5.60)	113.91	(98.92)	19.81
	(ii) Income tax relating to items that will not be reclassified to profit or loss	22.85	1.55	(31.77)	27.52	(5.60)
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income for the period (10a+10b)</b>	<b>(59.27)</b>	<b>(4.05)</b>	<b>82.14</b>	<b>(71.40)</b>	<b>14.21</b>
	Other Comprehensive income for the period attributable to:					
	Shareholders of the company	(59.27)	(4.05)	82.12	(71.40)	14.27
	Non Controlling Interest	-	0.00	0.02	0.00	(0.06)
11	<b>Total comprehensive income for the period (9+10)</b>	<b>209.64</b>	<b>(558.84)</b>	<b>(147.27)</b>	<b>(1167.13)</b>	<b>(988.30)</b>
12	Total Comprehensive income for the period attributable to: (Comprising profit / (loss) and other comprehensive income for the period					
	Shareholders of the company	209.69	(552.12)	(150.44)	(1163.04)	(978.69)
	Non Controlling Interest	(0.05)	(6.72)	3.17	(4.09)	(9.61)
13	Paid-up equity share capital (Face value of Rs. 10/- per share)	1075.22	1075.22	1075.22	1075.22	1075.22
14	Other equity excluding revaluation reserve				17,402.93	18,565.97
15	<b>Earnings/(Loss) per share of Rs. 10 each (not annualised) (in Rupees)</b>					
	Basic (in Rs.)	2.50	(5.16)	(2.13)	(10.19)	(9.32)
	Diluted (in Rs.)	2.50	(5.16)	(2.13)	(10.19)	(9.32)



Consolidated Statement of Assets and Liabilities

Particulars	As at	
	31.03.2021	31.03.2020
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	17,670.85	11,052.77
Capital work-in-progress	175.65	6,169.62
Right -of- use asset	76.93	77.74
Investment Property	8.02	8.02
Intangible assets	653.38	450.46
Income tax Asset (net)	230.92	159.73
Other non-current assets	521.04	874.61
<b>Total Non-current assets</b>	<b>19336.79</b>	<b>18792.95</b>
<b>Current assets</b>		
Inventories	3,672.07	4,201.63
Financial assets		
(i) Trade receivables	4,309.80	4,777.27
(ii) Cash and cash equivalents	92.28	200.57
(iii) Bank balances other than (ii) above	532.07	1,387.84
(iv) Unbilled Receivable	269.59	153.58
Other current assets	1,213.15	1,201.41
Current tax Asset (net)	5.90	-
<b>Total Current assets</b>	<b>10,094.86</b>	<b>11,922.30</b>
<b>TOTAL ASSETS</b>	<b>29,431.65</b>	<b>30,715.25</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity:</b>		
Equity share capital	1,075.22	1,075.22
Other equity	17,402.93	18,565.97
<b>Equity attributable to equity share holders of parent</b>	<b>18,478.15</b>	<b>19,641.19</b>
Non controlling interest	127.43	131.52
<b>Total Equity</b>	<b>18,605.58</b>	<b>19,772.71</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	1,022.40	391.77
(ii) Other financial liabilities	9.15	14.55
Provisions	510.29	398.72
Deferred tax Liability (net)	516.86	931.49
Other non-current liabilities	3.12	4.03
<b>Total Non-current liabilities</b>	<b>2061.82</b>	<b>1740.56</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	4,480.69	5,118.47
(ii) Trade payables	1,689.63	1,890.73
(iii) Other financial liabilities	1,746.80	1,326.84
Other current liabilities	624.69	687.86
Provisions	209.54	142.68
Current tax liabilities (net)	12.90	35.40
<b>Total current liabilities</b>	<b>8,764.25</b>	<b>9,201.98</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>29,431.65</b>	<b>30,715.25</b>




## STATEMENT OF CASH FLOWS

S.No	Particulars	As at	As at
		31.03.2021	31.03.2020
		(Audited)	(Audited)
<b>A</b>	<b>Cash flow from operating activities</b>		
	Profit/(Loss) before tax	(1,514.70)	(1,501.53)
	Adjustments for:		
	Depreciation and amortisation expense	627.30	527.32
	Unrealised foreign exchange gain(net)	(0.65)	(14.17)
	Expected credit loss	60.00	40.00
	Bad debts written off	283.70	637.50
	Voluntary Retirement expenses	908.01	-
	Interest income	(40.47)	(126.11)
	Finance costs	704.96	574.66
	Remeasurements of post-employment benefit obligation	(98.92)	19.81
	Deferred government grant income	(0.91)	(0.91)
	(Profit) on sale of Property, Plant and Equipment	(0.89)	(15.05)
	<b>Operating cash flow before working capital changes</b>	<b>927.43</b>	<b>141.52</b>
	Adjustments for		
	Trade receivables, financial assets and other assets	94.93	423.03
	Inventories	529.56	(809.72)
	Trade payables, other liabilities and provisions	(511.93)	(194.87)
	<b>Cash generated from operating activities</b>	<b>1,040.00</b>	<b>(440.04)</b>
	Income tax paid	45.24	200.17
	<b>Net cash generated from operating activities</b>	<b>994.76</b>	<b>(640.21)</b>
<b>B</b>	<b>Cash flows from investing activities</b>		
	Payments for property, plant and equipment, intangible assets and capital work-in-progress	(1,295.71)	(2,944.81)
	Proceeds from disposal /sale of property, plant and equipment	2.59	15.99
	Investments in bank deposits (having original maturity of more than three months) (Net)	801.98	1,305.30
	Interest received	91.64	177.28
	<b>Net cash inflow / (outflow) from investing activities (B)</b>	<b>(399.50)</b>	<b>(1,446.24)</b>
<b>C</b>	<b>Cash flows from financing activities</b>		
	Proceeds/(repayment) of Long term borrowing (net)	672.30	(260.32)
	Proceeds/(repayment) of short-term borrowings (net)	(637.78)	3,278.39
	Interest paid	(738.72)	(635.81)
	Dividend and dividend tax paid	-	(349.98)
	<b>Net cash inflow / (outflow) from financing activities (C)</b>	<b>(704.20)</b>	<b>2,032.28</b>
<b>D</b>	<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(108.94)</b>	<b>(54.17)</b>
	Exchange difference on translation of foreign currency cash and cash equivalents	0.65	14.17
	Opening cash and cash equivalents	200.57	240.57
<b>E</b>	<b>Closing cash and cash equivalents</b>	<b>92.28</b>	<b>200.57</b>



**Notes to the financial results**

- 1 This above Consolidated Audited Financial Results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at its meeting held on June 28, 2021. The Statutory Auditors of the Company have issued unmodified opinion.
- 2 The Statement are 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 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The group is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segment".
- 4 The management has assessed the impact of COVID-19 pandemic on the audited consolidated financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2021.  
The impact of the pandemic may be different from that estimated as at the date of approval of these audited consolidated financial statements and the group will continue to closely monitor any material changes to future economic conditions.
- 5 The Figures for the quarter ended March 31, 2021 and quarter ended March 31, 2020 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures up to the third quarter of the current and previous financial years i.e., 2020-21 and 2019-20 respectively.
- 6 The figures for the corresponding previous period have been reclassified / regrouped wherever necessary to conform to current period classification.
- 7 The abstract of Financial Results on Standalone basis is given below:

PARTICULARS	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	(Refer No -5)	(Unaudited)	(Refer No -5)	(Audited)	(Audited)
Total Revenue from Operations	3486.32	4879.45	3396.69	15194.05	15650.80
Profit / (Loss) Before Tax from continuing operations	345.92	(687.11)	(742.66)	(1489.06)	(1450.94)
Profit / (Loss) After Tax from continuing operations	269.52	(521.01)	(249.83)	(1074.47)	(958.24)
Profit / (Loss) After Tax from Dis-continuing operations		-	-		-
Other Comprehensive Income (Net of Tax)	(59.27)	(4.05)	85.38	(71.40)	17.53
Total Comprehensive Income	210.25	(525.06)	(164.45)	(1145.87)	(940.71)

Secunderabad  
28 June 2021



For Premier Explosives Limited

*(Signature)*  
Dr. A.N.Gupta  
Chairman and Managing Director

