



Prakash Industries Limited

Near I.O.C.L. Depot, Najafgarh - Bijwasan Road,
Bijwasan, New Delhi-110061. CIN : L27109HR1980PLC010724
Tel. : 25305800, 28062115, 28063838, Fax : 91-11-28062119
E-mail : pilho@prakash.com, Website : www.prakash.com

PIL/SE/UFR/Q3/2016-17

14th February, 2017

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

Subject : Outcome of the Board Meeting

Time of Commencement : 12.00 p.m.

Time of Conclusion : 12.30 p.m.

Dear Sir,

We would like to inform you that the Board of Directors of the Company in their meeting held on 14th February, 2017 have approved the following :

1. Financial Results :

- ❖ The Unaudited Financial Results for the quarter/nine months ended 31st December, 2016 with limited review carried out by the Auditors of the Company. Copy of the said results is enclosed and also sent for publication in the prescribed format

2. Other Matters:

- ❖ Approved the re-appointment of Shri Ved Prakash Agarwal as Chairman of the Company for a period of three years from 1st April, 2017 to 31st March, 2020 as per recommendation of his appointment by Nomination and Remuneration Committee meeting held today.
- ❖ Approved the reconstitution the Audit Committee of the Company comprising Dr. S. L. Keswani, Independent Director as Chairman, Shri K. C. Mehra, Independent Director as member, Shri Mamraj Agarwal, Independent Director as Member, Smt. Purnima Gupta, Independent Director as Member, Shri Y. N. Chugh, Independent Director as Member, Shri Vikram Agarwal, Managing Director as member and Shri Kanha Agarwal, Joint Managing Director as member of the Audit Committee.
- ❖ Considered and approved in-principle de-merger proposal of PVC Pipe Division of the Company.

Contd.....2



Regd. Office : 15 Km Stone, Delhi Road, Hissar - 125 044

- :: 2 :: -

The Financial Results, Limited Review report and intimation relating to Demerger proposal under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are enclosed.

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

Regd. Office : 15 Km. Stone, Delhi Road, Hissar -125044 (Haryana) Corp. Office : Srivan, Bijwasan, New Delhi - 110061
CIN : L27109HR1980PLC010724

Statement of Unaudited Financial Results for the Quarter/Nine months ended 31st December, 2016 (₹ in lakh)

Sl. No.	Particulars	Quarter Ended			Nine Months Ended	
		31.12.16	30.09.16	31.12.15	31.12.16	31.12.15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations					
	a) Revenue from operations	52070	55642	47213	171608	174103
	b) Other operating Income					
	Total Income from operations(net)	52070	55642	47213	171608	174103
2	Expenses					
	a) Cost of material consumed	30768	34789	28540	105764	112969
	b) Purchases of stock-in-trade	-	-	-		
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	11	(504)	21	386	308
	d) Employee benefit expenses	3652	3833	3669	11245	10919
	e) Depreciation and amortisation expenses	2597	2592	2609	7729	7610
	f) Excise duty expenses	5217	5501	4725	17031	17431
	g) Other expenses	6212	6444	5622	19787	19028
	Total expenses	48457	52655	45186	161942	168265
3	Profit from Operations before Other Income, Finance Costs and Exceptional items(1-2)	3613	2987	2027	9666	5838
4	Other Income	55	119	36	220	166
5	Profit from Ordinary Activities before Finance Costs and Exceptional items(3+4)	3668	3106	2063	9886	6004
6	Finance costs	1857	1652	1741	5217	5405
7	Profit from Ordinary Activities after Finance Costs but before Exceptional items(5-6)	1811	1454	322	4669	599
8	Exceptional Items	-	-	-	-	-
9	Profit from Ordinary Activities before Tax(7-8)	1811	1454	322	4669	599
10	Tax expenses:					
	-Corporate Tax	386	310	55	996	89
	-Minimum Alternate Tax Credit Adjustment	(386)	(310)	(54)	(996)	(88)
11	Net Profit from Ordinary Activities after Tax(9-10)	1811	1454	321	4669	598
12	Extraordinary items	-	-	-	-	-
13	Net Profit for the period (11+12)	1811	1454	321	4669	598
14	Other Comprehensive Income	(86)	(85)	(71)	(256)	(213)
15	Total Comprehensive Income for the period(13+14)	1725	1369	250	4413	385
16	Paid up Equity Share Capital (Face Value ₹ 10 per Share)	13560	13560	13449	13560	13449
17	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-
18	Earning Per Share Before extraordinary items (of ₹ 10 each)(not annualised)					
	a) Basic (₹)	1.34	1.08	0.24	3.45	0.44
	b) Diluted (₹)	1.18	0.95	0.21	3.05	0.39
	Earning Per Share Before extraordinary items (of ₹ 10 each) (not annualised)					
	a) Basic (₹)	1.34	1.08	0.24	3.45	0.44
	b) Diluted (₹)	1.18	0.95	0.21	3.05	0.39



Segment wise Revenue, Results and Capital Employed

Sl. No.	Particulars	Quarter Ended			Nine Months Ended	
		31.12.16	30.09.16	31.12.15	31.12.16	31.12.15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Segment Revenue					
	a) Power	7603	9047	6877	25560	26199
	b) Steel	46371	48360	41171	150071	155404
	c) PVC Pipe	5566	7124	6008	21157	18420
	Total	59540	64531	54056	196788	200023
	Less : Inter Segment Revenue	7470	8889	6843	25180	25920
	Sales/Income from Operations	52070	55642	47213	171608	174103
2	Segment Results					
	Profit before tax and interest from each segment					
	a) Power	1976	1284	1059	4885	2897
	b) Steel	1059	958	265	2405	852
	c) PVC Pipe	633	864	739	2596	2255
	Total	3668	3106	2063	9886	6004
	Less : Financial Expenses	1857	1652	1741	5217	5405
	Exceptional Items	-	-	-	-	-
	Total Profit before tax	1811	1454	322	4669	599
3	Segment Assets					
	a) Power	144937	144588	145760	144937	145760
	b) Steel	166608	161335	158145	166608	158145
	c) PVC Pipe	6391	6013	4021	6391	4021
	d) Unallocated	25878	25475	25504	25878	25504
	Total	343814	337411	333430	343814	333430
	Segment Liabilities					
	a) Power	67203	65238	62599	67203	62599
	b) Steel	43519	40863	44795	43519	44795
	c) PVC Pipe	1270	1390	1296	1270	1296
	d) Unallocated	12689	12642	11340	12689	11340
	Total	124681	120133	120030	124681	120030
	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Power	77734	79350	83161	77734	83161
	b) Steel	123089	120472	113350	123089	113350
	c) PVC Pipe	5121	4623	2725	5121	2725
	d) Unallocated	13189	12833	14164	13189	14164
	Total	219133	217278	213400	219133	213400

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 14th February, 2017 and Statutory Auditors of the Company have carried out a Limited Review for the quarter and nine month ended 31st December, 2016.
- The Company has adopted Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder. The date of transition of the Ind AS is 1st April, 2015 and accordingly, these unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" and other accounting principles generally accepted in India. The impact of transition has been accounted for in the opening reserves and the comparative period have been reinstated accordingly.
The published figures for the quarter and nine month ended 31st December, 2015 have been recast to Ind AS to the extent applicable to the Company and have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015.
- There is a possibility that above financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending 31st March, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- The reconciliation of Net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below :

(₹ in lakh)

Description	Quarter Ended 31.12.2015	Nine Months Ended 31.12.2015
Net Profit/(loss) reported as per previous (Indian GAAP)	267	432
Reversal of Employee Benefit	105	317
Reversal of Lease Rental	2	7
Depreciation on Finance Lease	(2)	(6)
Interest on Employee Benefit & Finance Lease	(51)	(152)
Deferred Tax asset on IND AS Adjustment*	-	-
Profit for the quarter as per IND AS	321	598
Other Comprehensive income (net of income tax)*	(71)	(213)
Total Comprehensive Income for the quarter/Nine Months	250	385

* Deferred Tax Impact Adjusted against Securities Premium Account.

- Previous periods figures have been regrouped / reclassified, wherever necessary.

 By order of the Board
Vikram Agarwal
 Managing Director

Place : New Delhi

Date : 14th February, 2017

 Website : www.prakash.com


CHATURVEDI & CO.

Chartered Accountants

405 CHIRANJIV TOWER, 43 NEHRU PLACE, NEW DELHI-110019
Phones: 26432388 / 26463013 / 26284488 Fax: 26467586
E-mail: delhi@chaturvedico.com ★ Website: www.chaturvedico.com

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

To The Board of Directors of PRAKASH INDUSTRIES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results ("the statement") of **PRAKASH INDUSTRIES LIMITED** ("the Company") for the quarter and nine months ended on December 31, 2016, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors, at their meeting held on December 14, 2016. Our responsibility is to issue a report on these financial results based on our review.
3. 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 misstatement. 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.
4. We refer to the following matters:-
 - (a) In terms of a court order, the deferred tax liability for the quarter and nine months ended on December 31, 2016 has been adjusted against Securities Premium Account. Had the deferred tax liability for the quarter and nine months ended on December 31, 2016 been accounted for pursuant to Ind AS -12 'Income Taxes', total comprehensive income after tax for the quarter and nine months ended on December 31, 2016 would have been higher by Rs.29.76lacs and Rs.88.60 lacs respectively.
 - (b) No provision of interest amounting to Rs.393 lacs and Rs.1,108 lacs for the quarter and nine months ended on December 31, 2016 respectively on restructured Foreign Currency Convertible Bonds has been made by the Company. Further, no provision of interest (amount not ascertained) has been made in respect of matured Foreign Currency Convertible Bonds outstanding unpaid as on date. Had the provisions been made, Capital work in progress would have been higher to that extent.
 - (c) The Company has classified Foreign Currency Convertible Bond of Rs.16,512 lacs matured during previous year under the sub head "Borrowing" of the head "Non-Current Financial Liabilities" instead of 'Other Current Liabilities'.
5. Based on our review conducted as above, except for the effects/possible effects of our observations stated in para 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. Attention is invited to the following matters:-

- (a) The provision of tax made by the Company is subject to assessment by the tax authorities and set off of MAT credit entitlement is subject to availability of taxable income in future within the prescribed time limit as per relevant provisions of the Income Tax Act, 1961.
- (b) The Coal mines allocated to Joint Venture Companies have been cancelled in terms of a Hon'ble Supreme court order and no adjustment for any diminution in the book value has been made by the Company in its investments and advances amounting to Rs.218 lacs and Rs.402 lacs respectively made in these two Companies as the amount receivable by the company is not ascertainable at present.
- (c) The Company has not received the full and final compensation for the assets of Chotia Coal Mine transferred in terms of a government order. The necessary adjustment for the gain/loss on transfer of these assets will be made after receipt of full and final amount of compensation.
- (d) Managerial remuneration amounting to Rs.523 lacs paid/payable by the Company during the year ended 31st March, 2016 is subject to approval by the Central Government.

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

New Delhi
February 14, 2017

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



PANKAJ CHATURVEDI
Partner
Membership No. 091239





Prakash Industries Limited

Near I.O.C.L. Depot, Najafgarh - Bijwasan Road,
Bijwasan, New Delhi-110061. CIN : L27109HR1980PLC010724
Tel. : 25305800, 28062115, 28063838, Fax : 91-11-28062119
E-mail : pilho@prakash.com, Website : www.prakash.com

Disclosure under Regulation 30 of the Securities & Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulation, 2015

(Relating to demerger of PVC Pipe division)

a) Brief details of the division(s) to be demerged	Rigid PVC Pipe business of the Company
b) Turnover of the demerged division and as percentage to the total turnover of the listed entity in the immediately preceding financial year / based on financial of the last financial year;	Turnover of the proposed division in FY 2015-16 was Rs. 253 crores, which was 12.30% of the turnover of the Company
c) Rationale for demerger;	<p>The Company has three major verticals- PVC, Steel and Power.</p> <p>The focused approach in the PVC Pipe business shall enable it to achieve the benefits of the growth trajectory witnessed in the PVC industry and to unlock the potential value of the PVC Pipe business for the shareholders.</p>
d) Brief detail of change in shareholding pattern (if any) of all entities;	None
e) In case of cash consideration - amount or otherwise share exchange ratio;	<p>The Board of Directors has formed a Committee comprising of 4 Directors to appoint Valuers, Merchant Bankers, Solicitors and other intermediaries, as may be required and also to draft/recommend the scheme of demerger to the Audit Committee / Board of Directors of the Company.</p> <p>The share exchange ratio will be fixed by the Audit Committee / Board of Directors at a later date.</p>
f) Whether listing would be sought for the resulting entity.	Yes

