



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/Q2/2017-18

17th October, 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

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 17th October, 2017 have approved the following:

1. Financial Results :
 - ❖ The Unaudited Financial Results for the quarter/half year ended 30th September, 2017 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. A Copy of press release on the financial results update and key business highlights.
3. The Board has reconstituted the following committees pursuant to provisions of Companies Act 2013 and SEBI (LODR) Regulations in the below mentioned manner:

I. Audit Committee

Shri Yoginder Nath Chugh	Chairman	Independent Director
Shri Kailash Chandra Mehra	Member	Independent Director
Shri Mamraj Agarwal	Member	Independent Director
Smt. Purnima Gupta	Member	Independent Director
Shri M.L. Pareek	Member	Whole Time Director
Shri P.L.Gupta	Member	Whole Time Director

II. Nomination and Remuneration Committee

Shri Yoginder Nath Chugh	Chairman	Independent Director
Shri Kailash Chandra Mehra	Member	Independent Director
Shri Mamraj Agarwal	Member	Independent Director



III. Stakeholders Relationship Committee

Smt. Purnima Gupta	Chairperson	Independent Director
Shri M.L. Pareek	Member	Whole Time Director
Shri P.L.Gupta	Member	Whole Time Director

IV. Corporate Social Responsibility and Governance Committee

Shri Vikram Agarwal	Chairman	Managing Director
Smt. Purnima Gupta	Member	Independent Director
Shri Kanha Agarwal	Member	Joint Managing Director

V. Allotment Committee

Shri Yoginder Nath Chugh	Chairman	Independent Director
Shri Kailash Chandra Mehra	Member	Independent Director
Shri Vikram Agarwal	Member	Managing Director
Shri P .L. Gupta	Member	Whole Time Director

The Board meeting commenced at 12.00 A.M. and concluded at 12.30 P.M.

This information is pursuant to Regulation 33 & 52 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 Financial Results for the quarter and half year ended 30th September, 2017

(₹ in lakhs)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended 31.03.17 Audited
		30.09.17	30.06.17	30.09.16	30.09.17	30.09.16	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
1	Income from operations						
	Revenue from operations	64,792	72,233	55,642	1,37,025	1,19,538	2,41,480
2	Other Income	550	129	119	679	165	332
3	Total Income (1+2)	65,342	72,362	55,761	1,37,704	1,19,703	2,41,812
4	Expenses						
	a) Cost of material consumed	40,787	41,504	34,789	82,291	74,996	1,49,270
	b) Changes in inventories of finished goods and work-in-progress	556	374	(504)	930	375	(1052)
	c) Employee benefit expenses	4,306	4,743	3,833	9,049	7,593	15,488
	d) Finance costs	2,164	2,059	1,652	4,223	3,360	7,307
	e) Depreciation and amortisation expenses	3,145	2,707	2,592	5,852	5,132	10,303
	f) Excise duty expenses	-	7,186	5,501	7,186	11,814	24,130
	g) Other expenses	7,278	7,616	6,444	14,894	13,575	27,526
	Total expenses	58,236	66,189	54,307	1,24,425	1,16,845	2,32,972
5	Profit before Exceptional items and Tax(3-4)	7,106	6,173	1,454	13,279	2,858	8,840
6	Exceptional items	-	-	-	-	-	-
7	Profit before tax(5+6)	7,106	6,173	1,454	13,279	2,858	8,840
8	Tax expenses						
	-Current Tax	1,516	1,318	310	2,834	610	1,887
	-Minimum Alternate Tax Credit Entitlement	(993)	(1086)	(310)	(2079)	(610)	(1147)
9	Profit after tax(7-8)	6,583	5,941	1,454	12,524	2,858	8,100
10	Extraordinary items	-	-	-	-	-	-
11	Profit for the period (9+10)	6,583	5,941	1,454	12,524	2,858	8,100
12	Other Comprehensive Income						
	a) Items that will not be reclassified to Profit or loss						
	-Remeasurement of defined benefit plans	(66)	(66)	(85)	(132)	(170)	(265)
	b) Income tax relating to items that will not be reclassified to Profit or Loss*						
	-Remeasurement of defined benefit plans	-	-	-	-	-	-
13	Total Comprehensive Income for the period(11+12)	6,517	5,875	1,369	12,392	2,688	7,835
14	Paid up Equity Share Capital (Face Value ₹10 per Share)	15,251	14,896	13,560	15,251	13,560	13,905
15	Earning Per Share (Face value of ₹ 10 each)						
	(a) Basic ₹	4.35	4.09	1.08	8.44	2.11	5.97
	(b) Diluted ₹	4.29	3.87	0.95	8.16	1.87	5.40
	(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, 2017

(₹ in lakh)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year End
		30.09.17	30.06.17	30.09.16	30.09.17	30.09.16	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
1	Segment Revenue						
	a) Power	12,315	12,775	9,047	25,090	17,957	35,85
	b) Steel	58,008	63,477	48,360	1,21,485	1,03,700	2,12,68
	c) PVC Pipe	6,607	8,638	7,124	15,245	15,591	28,31
	Total	76,930	84,890	64,531	1,61,820	1,37,248	2,76,85
	Less : Inter Segment Revenue	12,138	12,657	8,889	24,795	17,710	35,37
	Sales/Revenue from Operations	64,792	72,233	55,642	1,37,025	1,19,538	2,41,48
2	Segment Results						
	Profit before tax and interest from each segment						
	a) Power	5,491	5,050	1,284	10,541	2,909	10,16
	b) Steel	2,832	2,187	958	5,019	1,346	2,67
	c) PVC Pipe	947	995	864	1,942	1,963	3,30
	Total	9,270	8,232	3,106	17,502	6,218	16,14
	Less: Financial Expenses	2,164	2,059	1,652	4,223	3,360	7,30
	Exceptional Items	-	-	-	-	-	-
	Total Profit before tax	7,106	6,173	1,454	13,279	2,858	8,84
3	Segment Assets						
	a) Power	1,49,329	1,49,859	1,44,588	1,49,329	1,44,588	1,42,56
	b) Steel	1,69,464	1,77,899	1,61,335	1,69,464	1,61,335	1,75,98
	c) PVC Pipe	6,801	6,462	6,013	6,801	6,013	7,15
	d) Unallocated	29,965	27,155	25,475	29,965	25,475	24,56
	Total	3,55,559	3,61,375	3,37,411	3,55,559	3,37,411	3,50,26
	Segment Liabilities						
	a) Power	55,274	61,469	65,238	55,274	65,238	64,66
	b) Steel	42,159	49,548	40,863	42,159	40,863	47,44
	c) PVC Pipe	1,730	1,864	1,390	1,730	1,390	1,36
	d) Unallocated	16,616	16,593	12,642	16,616	12,642	14,69
	Total	1,15,779	1,29,474	1,20,133	1,15,779	1,20,133	1,28,16





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Balance Sheet

(₹ in lakhs)

PARTICULARS	As at 30th September, 2017	As at 31st March, 2017
	Unaudited	Audited
ASSETS		
Non Current Assets		
(a) Property, Plant & Equipment	2,06,401	1,57,813
(b) Capital Work-in-progress	72,314	1,14,145
(c) Financial Assets		
(i) Investments	219	218
(ii) Loans	189	189
(iii) Other Financial Assets	4,831	4,778
(d) Non-Current Tax Assets	267	267
(e) Other Non Current Assets	27,180	31,929
Total Non-current Assets	3,11,401	3,09,339
Current Assets		
(a) Inventories	17,609	18,775
(b) Financial Assets		
(i) Investment	3,316	-
(ii) Trade Receivable	9,193	7,633
(iii) Cash & Cash Equivalents	1,085	1,664
(iv) Bank Balances other than (ii) above	3,480	1,147
(v) Other Financial Assets	2,065	3,057
(c) Other Current Assets	7,410	8,648
Total Current Assets	44,158	40,924
TOTAL ASSETS	3,55,559	3,50,263
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	15,251	13,905
(b) Other Equity	2,24,529	2,08,191
Total Equity	2,39,780	2,22,096
LIABILITIES		
Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	48,091	57,681
(ii) Other Financial liabilities	165	165
(b) Provisions	3,169	2,913
(c) Deferred tax liabilities (Net)	9,238	8,653
Total Non Current-Liabilities	60,663	69,412
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	9,936	14,331
(ii) Trade Payables	10,885	9,700
(iii) Other Financial Liabilities	25,240	26,485
(b) Other current Liabilities	4,846	5,111
(c) Provisions	1,390	1,275
(d) Current tax Liabilities (Net)	2,819	1,853
Total Current Liabilities	55,116	58,755
TOTAL EQUITY AND LIABILITIES	3,55,559	3,50,263

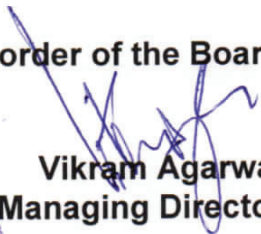


Notes

1. The above results for the quarter and half year ended 30th September, 2017 have been reviewed by the Audit Committee and approved by the Board of Directors in their meetings held on 17th October, 2017 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 30th September, 2017, the Company has allotted 35,50,860 and 1,34,61,466 equity shares respectively pursuant to the conversion option exercised by certain Foreign Currency Convertible Bond holders.
4. The Company has formed a wholly owned subsidiary Company, Prakash Pipes Limited for the purpose of demerger of its PVC pipe business.
5. The Company and the Bondholders, both have agreed for reissue of Foreign Currency Convertible Bonds of US\$ 24.3 mn in lieu of the Bonds matured in April, 2015. The approval of regulatory authority is awaited for reissue of new bonds.
6. In accordance with the requirements of Ind AS, revenue from operations for the quarter ended 30th September, 2017 is net of Goods & Service Tax (GST). However, revenue from operations for the periods prior to the quarter ended 30th September, 2017 is inclusive of Excise Duty. Hence, these figures are not comparable to that extent.
7. Previous periods figures have been regrouped / reclassified, wherever considered necessary.

Place: New Delhi
Date: 17th October, 2017

By order of the Board


Vikram Agarwal
Managing Director



CHATURVEDI & CO.

Chartered Accountants

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

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Independent Auditor's Review Report on Interim Financial Results of Prakash Industries Limited for the Quarter ended September 30, 2017 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 Financial Results of **Prakash Industries Limited** ("the Company") for the Quarter and six months ended September 30, 2017 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement, which is the responsibility of the company's management and 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 express an opinion on the statement based on our review of such financial statements.
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 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.
3. We refer to following matters:
 - a. In terms of a court order, the deferred tax liability of Rs 188 lakhs and Rs. 585 lakhs for the quarter and six months ended September 30, 2017 respectively has been adjusted against Securities Premium Account. Had the deferred tax liability been accounted for pursuant to Ind AS -12 'Income Taxes', total comprehensive income after tax for the quarter and six months ended September 30, 2017 would have been lower by Rs. 188 lakhs and Rs. 585 lakhs respectively.
 - b. No provision for interest aggregating to Rs. 473 lakhs for the quarter ended September 30, 2017 and Rs. 2,211 lakhs as at September 30, 2017 has been made in respect of restructured Foreign Currency Bonds/Convertible Bonds. Had such provision for interest been made, Capital work in progress and Other Current financial liabilities would have been higher to that extent.
4. Based on our review conducted as 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 Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by 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.
5. We draw attention to the following matters:
 - a. The provision for tax expenses 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 periods within the prescribed time limit as per the relevant provisions of the Income Tax Act, 1961.



CHATURVEDI & CO.

Chartered Accountants

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- b. The Coal mine blocks allocated to two Joint Venture Companies have been cancelled pursuant to an order of Hon'ble Supreme court. No provision has been made for any diminution in the value of investments of Rs. 218 lakhs made by the Company in these companies and the advance of Rs. 189 lakhs given by the Company.
- 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.

Our report is not qualified in respect of these matters.

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



PANKAJ CHATURVEDI
Partner
Membership No. 091239

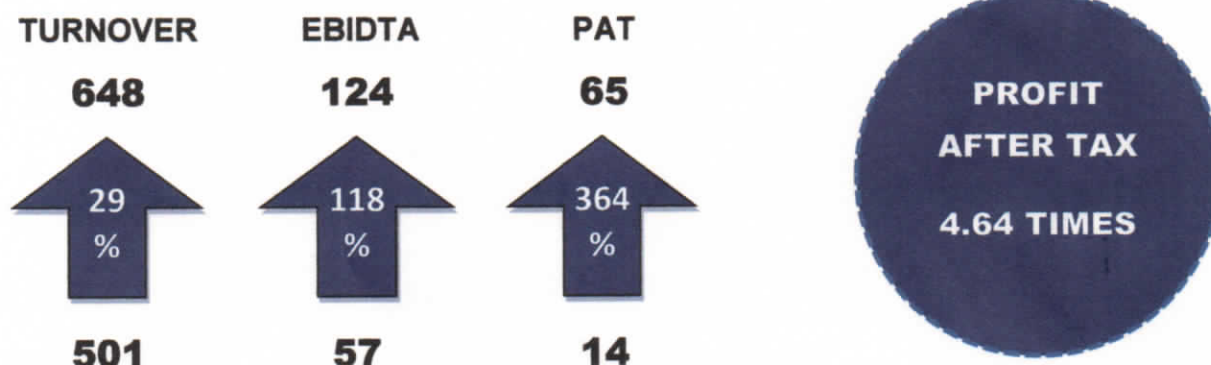
New Delhi
October 17, 2017

PRESS RELEASE

Date: 17th October, 2017

FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2017

Q2FY2018 (YoY) (Rs. in Crores)



During Q2FY2018, the Company has achieved **Turnover of Rs. 648 Crores** and **EBIDTA of Rs. 124 Crores**, reflecting growth of **29%** and **118%** respectively over the corresponding quarter of the last financial year. After providing for interest, depreciation and tax, the **Net Profit** of the Company jumped **4.64 times** to **Rs. 65 Crores** as against **Rs. 14 Crores** in Q2FY17. The growth in the profitability is on the back of **major cost savings, higher volumes and better sales realisation.**

Highlights:

- **Expansion in Sponge Iron and Power Co-generation Capacity**
Company is expanding its Sponge Iron and Power capacity by setting up 6th Sponge Iron Rotary Kiln of 0.2 Mn TPA with 15 MW co-generation plant by September, 2018 which will take the Integrated Steel Plant capacity to 1.2 Mn TPA.
- **Expansion in PVC Pipes Capacity**
Company is doubling its PVC Pipes and Fittings capacity to 1,10,000 TPA by September, 2019.
- **Reduction of Debt**
The Company has reduced its Debt by over Rs. 120 Crores during H1FY2018.
- **Demerger of PVC Pipes Business**
The Scheme of Demerger has been submitted to SEBI and Stock Exchanges. The Company is targeting 1st April, 2018 as Appointed Date, subject to all mandatory clearances.
- **Impact of Long Term Coal Linkages**
The Company has secured additional Long Term Coal Linkages of 0.21 Mn TPA. With this additional quantity, the company has fulfilled its 100% requirement of coal for Sponge Iron Plants through linkages. Total annual cost savings on total linkage quantity of 1.56 Mn TPA is expected over Rs. 90 Crores.
- **Forward Guidance**
Owing to above factors and favourable market outlook, the sales volume and Turnover are likely to witness growth of over 60% and 80% respectively in Q3FY2018 (YoY).



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.