



# SHARAT INDUSTRIES LIMITED

CIN - L05005AP1990PLC011276

Regd. Off. : Venkanna Palem Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist. A.P.  
Precessing Plant : Mahalakshmpuram Village, T.P. Gudur Mandal, Nellore - 524 002, Nellore Dist. A.P.  
E-mail : saratnlr@hotmail.com, Website : www.sharatindustries.com

Dt. 14.02.2018

Corporate Relationship Department ,  
BSE Limited,  
Floor 25, P.J. Towers,  
Dalal street,  
Mumbai – 400 001,

Security Code:519397

Dear Sirs,

Sub: Outcome of Board meeting dated 14.02.2018

This is to inform you that the Board of Directors of the Company at its meeting held today i.e., 14<sup>th</sup> February, 2018, considered and approved the un-Audited Financial Results and Limited Review Report given by the Statutory Auditors for the Quarter ended 31<sup>st</sup> December 2017 along with the other business of the meeting.

The Board Meeting commenced at 5.00 PM and concluded at 9.00 PM.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosed please find Unaudited Financial Results for the quarter ended 31.12.2017 duly approved by the Board of Directors along with the Limited review report of the Auditors for your records.

Mr. S. Prasad Reddy, Managing Director of the Company was reappointed a Managing Director of the Company for a further period of 3 years with effect from 01.04.2018 with same Salary and existing terms and conditions.

We request to take note of the same and kindly acknowledge the receipt.

Thanking you,  
For Sharat Industries Limited

**For SHARAT INDUSTRIES LTD.,**

**Managing Director**

S.Prasad Reddy  
Managing Director

SHARAT INDUSTRIES LIMITED  
CIN: L05005AP1990PLC011276

Regd Office: Venkannapalem Village, T.P.Gudur Mandal, Nellore District, AP Pin 524002

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2017

Amount Rupees in Lakhs (Except per share data)

Sr No	Particulars	Quarter Ended			Nine Months Ended	
		31-Dec-17	30-Sep-17	31-Dec-16	31-Dec-17	31-Dec-16
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
1	<b>Revenue from Operations</b>					
	(a) Net Sales/income from operations	3,464.28	3,378.18	4,581.26	9,672.23	13,257.67
	(b) Other operating income	245.29	238.54	186.64	697.58	931.57
		3,709.57	3,616.72	4,767.90	10,369.81	14,189.24
2	<b>Other income</b>	33.08	22.53	174.13	68.82	253.54
3	<b>Total Income(1+2)</b>	3,742.65	3,639.25	4,942.03	10,438.63	14,442.78
4	<b>Expenses</b>					
	(a) Cost of materials consumed	2,763.09	2,546.55	2,985.53	8,118.15	11,021.44
	(b) Excise duty	-	-	-	-	-
	(c) Purchase of stock-in-trade	-	-	-	-	-
	(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	9.25	71.76	890.58	(502.80)	453.72
	(e) Employee benefits expenses	181.86	191.00	228.91	542.50	695.03
	(f) Finance Costs	103.47	132.91	156.95	330.69	361.69
	(g) Depreciation and amortisation expense	66.62	65.89	70.92	196.44	212.77
	(h) Other expense	585.68	604.00	533.40	1,675.67	1,552.37
	<b>Total Expenses</b>	3,709.97	3,612.11	4,866.29	10,360.65	14,297.02
5	<b>Profit before tax (3-4)</b>	32.68	27.14	75.74	77.98	145.76
6	<b>Tax Expenses</b>					
	(a) Current tax	9.80	8.14	-	23.39	-
	(b) Short provision of income tax in respect of earlier years	-	-	-	-	-
	(c) Deferred tax charge/ (credit)	-	-	-	-	-
7	<b>Profit for the period (5-6)</b>	22.88	19.00	75.74	54.59	145.76
8	<b>Other Comprehensive income</b>					
	(i) Items that will not be reclassified to profit or loss	0.17	0.15	2.51	0.48	7.53
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.06)	(0.05)	(0.83)	(0.16)	(2.49)
	(iii) Items that will be reclassified to profit or loss	-	-	-	-	-
	(iv) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income, net of income tax</b>	0.11	0.10	1.68	0.32	5.04
9	<b>Total comprehensive income (7+8)</b>	22.99	19.10	77.42	54.91	150.80
10	Paid-up equity share capital (Face value Rs.10 each)	2201.25	2201.25	2201.25	2201.25	2201.25
11	<b>Earnings per share Face value of Rs. 10 each (not annualised):</b>					
	(a) Basic (Rs.)	0.10	0.09	0.35	0.25	0.69
	(b) Diluted (Rs.)	0.10	0.09	0.35	0.25	0.69
	See accompanying notes to the Financial Results					

For SHARAT INDUSTRIES LTD.,

*[Handwritten Signature]*

Managing Director



**Notes to the Statement of Unaudited Financial Results-**

- 1 The above unaudited standalone financial results have been reviewed by the audit committee and thereafter approved and taken on record by the Board of Directors in their respective meetings held on 14th February 2018. These unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of Companies Act, 2013 read with the rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and the companies (Indian Accounting Standards) Amendment Rules, 2016 and the provisions of the Companies Act 2013.
- 2 The Company adopted Ind-AS from 1 April 2017 and accordingly the transition carried out, from the accounting principles generally accepted in India as specified under section 133 of the Companies act, 2013 read with the rule 7 of the Companies (Accounts) Rules, 2014 ("IGAAP" or "Previous GAAP"), in accordance with Ind-AS 101- First time adoption of Indian Accounting Standards. Accordingly, the impact on transition has been recorded in opening reserves as at 1 April 2016 and all the periods presented have been restarted accordingly.
- 3 The Statutory auditors of the company have conducted a limited review of the above unaudited standalone financial results of the company for the quarter and nine months ended 30 December 2017. An unqualified report has been issued by them thereon.
- 4 The figures for the corresponding Quarter and nine months ended 31 December 2016, including the reconciliation of profit under Ind-AS of the Corresponding quarter/period with the profit reported under previous GAAP (as stated above), have not been subjected to limited review. The management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 5 The company is primarily engaged in the business of 'Aqua Culture' which is single segment for assessing its performance.
- 6 The unaudited financial results for the quarter and nine months period ended 31 December 2016 included in the statement, are based on the previously issued results of the company prepared in accordance with the Accounting Standards as per section 133 of the Companies Act, 2013 read with the rule 7 of the Companies (Accounts) Rules 2014 ('previous GAAP'). Those unaudited financial results prepared under previous GAAP were reviewed by the predecessor auditors and an unmodified conclusion was issued on the respective financial results. Management has adjusted unaudited financial results related to the quarter and six months period ended 31 December 2016 for the difference in the accounting principles adopted by the company on transition to the Indian Accounting Standards ('Ind-AS') and presented a reconciliation for the same.
- 7 The Statement does not include the Ind-AS compliant financial results and the Balance Sheet for the previous year ended 31 March 2017 since the same is not mandatory as per SEBI circular dated 5 July 2016.
- 8 Reconciliation of Profit, as previously reported under IGAAP to Ind-AS for the quarter and the half year ended 31 December 2016:

Sl. No	Nature of Adjustments	For the Quarter ended 31 December 2016	For the Nine months ended 31 December 2016
A	Net profit as per previous GAAP	74.06	140.72
B	Effect of transition to Ind-AS on Statement of Profit or loss:		
	i)Effect of finance cost on non-convertible redeemable preference shares	0	0
	ii)Actuarial loss on defined benefit liability reclassified to other comprehensive income	2.51	7.53
	iii)Effect of measuring staff costs in respect of intra-group share based payments	0	0
	iv)Others	0	0
	v)Tax impact on the above items	-0.83	-2.49
	<b>Total Adjustment</b>	<b>1.68</b>	<b>5.04</b>
C	<b>Net profit for the period under Ind-AS (A+B)</b>	<b>75.74</b>	<b>145.76</b>
D	<b>Total other comprehensive income (net of tax)</b>	<b>1.68</b>	<b>5.04</b>
E	<b>Total comprehensive income (C+D)</b>	<b>77.42</b>	<b>150.80</b>

- 9 Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current period 's classification / disclosure.
- 10 In view of the various clarifications issued and being issued by the Ind AS transition facilitation Group constituted by the Accounting Standards Board of the Institute of Chartered Accountants of India, it may be possible that interim financials may undergo adjustments on finalisation of full year Ind AS financial statements as at and for the year ended 31st March 2018, due to treatments/methods suggested by ITFG on applicability of various Ind AS.

For Sharat Industries Limited  
**For SHARAT INDUSTRIES LTD.,**

*S. Prasad Reddy*

**Managing Director**

S.Prasad Reddy  
 Managing Director

Place : Nellore  
 Date: 14-02-2018



**Limited Review Report on quarterly Unaudited Financial Results of Sharat Industries Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of  
Sharat Industries Limited**

We have reviewed the accompanying statement of unaudited financial results of **SHARAT INDUSTRIES LIMITED** for the quarter and nine months period ended 31 December 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (listing Obligation and Disclosure Requirements) Regulation 2015 ("Listing Regulation"), as modified by SEBI Circular No.CIR/CFD/FAC/62/2016, dated 5<sup>th</sup> July 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We draw attention to Note 6 of the Statement, which explains that the unaudited financial results for the quarter and nine months period ended 31 December 2016 included in the Statement, are based on previously issued results of the Company prepared in accordance with Accounting Standards as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 (previous GAAP). Those unaudited financial results prepared under previous GAAP were reviewed by the predecessor auditors, whose limited review report dated 11 February 2017 respectively expressed an unmodified conclusion on those unaudited financial results. Management has adjusted unaudited financial results related to the quarter and nine months' period ended 31 December 2016 for the difference in the accounting principles adopted by the Company on transition to Indian Accounting Standards ('Ind AS') and presented a reconciliation for the same, which has been approved by the Company's Board of Directors but has been subjected to review.

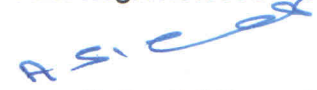
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance

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with applicable accounting standards and other recognised 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, as modified by SEBI Circular No. CIR/CFD/FAC/62/2016, dated 5<sup>th</sup> July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For A.R.Krishnan & Associates  
Chartered Accountants  
Firm Regn.No.009805S



(A.Senthil Kumar)

Partner

Membership No.: 214611

Place: Chennai

Date : 14-02-2018