

PONDY OXIDES & CHEMICALS LIMITED *POCL*[®]

POCL:VS/2017-18

01.12.2017

BSE Limited

Corporate Relationship Department
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400 001

Scrip code: 532626

Dear Sir,

Sub: Submission of the unaudited financial results for the Quarter and Half year ended September 30, 2017

Pursuant to the provisions of Regulation 30 read with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Board of Directors in their meeting held on December 1, 2017, considered and approved the unaudited financial results prepared in accordance with IND-AS for the Quarter and Half year ended September 30, 2017.

Kindly find enclosed the unaudited financial results for the Quarter and Half year ended September 30, 2017 along with the Limited Review Report issued by the Auditors.

The meeting commenced at 12.00 noon and concluded at 02.00 p.m.

Yours faithfully

For Pondy Oxides and Chemicals Limited



K. Kumaravel
GM Finance & Company Secretary

Encl.: as above



KRM Centre, 4th Floor, # 2, Harrington Road, Chetpet, Chennai - 600 031. India.

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e-mail : info@pocl.co.in Web : www.pocl.co.in

CIN No. : L24294TN1995PLC030586

Pondy Oxides and Chemicals Limited

Regd. Office: KRM Centre, 4th Floor, # 2, Harrington Road, Chetpet, Chennai - 600 031
Ph.044 42965454 Fax: 044 42965455 Email id: info@pocl.co.in Website: www.pocl.co.in
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Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2017 under Ind AS

Sl No	Particulars	Quarter ended			Half Year ended		Rs. In Lakhs
		September 30, 2017 (unaudited)	June 30, 2017 (unaudited)	September 30, 2016 (unaudited)	September 30, 2017 (unaudited)	September 30, 2016 (unaudited)	Year ended March 31, 2017 (unaudited)
1	Income						
	(a) Revenue from Operations	22,006.42	23,719.39	20,213.46	45,725.81	36,301.75	81,723.86
	(b) Other Income (Net)	96.47	211.25	79.16	307.72	83.89	132.02
	Total Income	22,102.89	23,930.64	20,292.62	46,033.53	36,385.64	81,855.88
2	Expenses						
	(a) Cost of materials consumed	20,054.04	19,838.16	16,154.64	39,892.20	28,027.68	65,576.91
	(b) Purchase of stock-in-trade	1,023.57	1,010.85	46.48	2,034.42	1,322.65	2,160.59
	(c) Changes in inventories of finished goods, work in progress and stock in trade	(1,256.64)	(671.48)	474.91	(1,928.12)	862.18	(234.57)
	(d) Employee benefit expenses	234.45	203.28	203.07	437.73	365.34	766.40
	(e) Finance costs	275.17	219.75	209.86	494.92	414.80	892.64
	(f) Depreciation and amortisation expense	84.23	100.54	92.53	184.77	184.73	400.29
	(g) Excise Duty expenses	-	1,588.15	1,588.19	1,588.15	2,875.77	5,839.21
	(h) Other expenses	613.70	561.22	616.70	1,174.92	1,028.66	2,268.66
	Total Expenses	21,028.52	22,850.47	19,386.38	43,878.99	35,081.81	77,670.13
3	Profit before exceptional items and tax (1-2)	1,074.37	1,080.17	906.24	2,154.54	1,303.83	4,185.75
4	Exceptional items	-	-	213.75	-	213.75	263.07
5	Profit before tax (3+4)	1,074.37	1,080.17	1,119.99	2,154.54	1,517.58	4,448.82
6	Tax expense						
	(a) Current tax	355.71	394.61	440.31	750.32	611.80	1,630.20
	(b) Deferred tax	13.09	(17.77)	(7.52)	(4.68)	(40.60)	(10.92)
	Total Tax Expenses	368.80	376.84	432.79	745.64	571.20	1,619.28
7	Net Profit for the period (5-6)	705.57	703.33	687.20	1,408.90	946.38	2,829.54
8	Other comprehensive income , net of income tax						
	(a) items that will not be reclassified to profit or loss	1.92	1.88	1.63	3.80	3.26	6.52
	(b) income tax relating to items that will not be reclassified to profit	(0.66)	(0.65)	(0.56)	(1.31)	(1.12)	(2.24)
	Total other comprehensive income , net of income tax	1.26	1.23	1.07	2.49	2.14	4.28
9	Total comprehensive income for the period (7+8)	706.83	704.56	688.27	1,411.39	948.52	2,833.82
10	Paid-up equity share capital	557.60	557.60	557.60	557.60	557.60	557.60
	Face value per share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00
11	Earning per share (Rs) (not annualised)						
	- Basic	12.65	12.61	12.32	25.27	16.97	50.74
	- Diluted	12.65	12.61	12.32	25.27	16.97	50.74

Notes:

- The above quarterly results for the quarter and six months ended September 30, 2017 as reviewed and recommended by the Audit committee of the Board, has been approved by the Board of Directors at its meeting held on December 1, 2017
- The 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. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- Post the applicability of Goods and Services Tax (GST) with effect from July 1, 2017, revenue from operations are required to be disclosed net of GST in accordance with the requirements of Ind AS. Accordingly, the revenue from operations for the quarter and six months ended September 30, 2017 are not comparable with the corresponding previous quarter and six months in the above financial results which are reported inclusive of excise duty.
- The Ind AS compliant financial results, pertaining to quarter ended June 30, 2016, September 30, 2016, six months ended September 30, 2016 and for the year ended March 31, 2017 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5 2016, Ind AS and Schedule III (Part II) to the Companies Act, 2013, which are applicable to companies that are required to comply with Ind AS.
- The business of the Company falls under a single primary segment i.e., Metal in accordance with Ind AS 108 'Operating Segments' and hence no segment reporting is applicable.



Pondy Oxides and Chemicals Limited

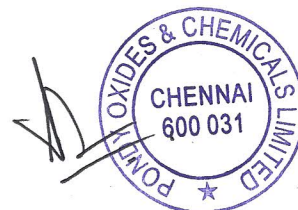
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Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2017 under Ind AS

7 Statement of Standalone Assets and Liabilities

Particulars	Rs. In Lakhs	
	As at September 30, 2017 (unaudited)	As at March 31, 2017 (unaudited)
Assets		
Non-current assets		
Property, plant and equipment	2,840.28	2,458.47
Capital work in progress	280.72	306.25
Intangible assets	2.44	3.14
Investment Property	202.75	205.72
Financial Assets		
Investments	13.34	14.97
Loans	163.18	104.89
Deferred Tax Assets (Net)	38.60	35.24
Other non-current assets	-	91.08
	3,541.31	3,219.76
Current assets		
Inventories	8,805.45	7,084.32
Financial Assets		
Trade receivables	5,917.04	6,279.46
Cash and cash equivalents	61.84	74.23
Bank balances other than above	413.17	499.69
Loans	3,897.47	1,269.72
Other current assets	223.19	836.04
	19,318.16	16,043.46
Total - Assets	22,859.47	19,263.22
Equity and Liabilities		
Equity		
Equity share capital	557.60	557.60
Other Equity	7,791.02	6,587.37
	8,348.62	7,144.97
Non current liabilities		
Financial Liabilities		
Borrowings	1,266.28	1,504.95
Other financial liabilities (other than those specified below)	42.99	-
Provisions	84.22	81.95
	1,393.49	1,586.90
Current liabilities		
Financial Liabilities		
Borrowings	11,557.06	9,125.10
Trade payables	611.72	345.50
Other current liabilities	539.47	710.27
Provisions	409.11	350.48
	13,117.36	10,531.35
Total - Equity and Liabilities	22,859.47	19,263.22



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8 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 :

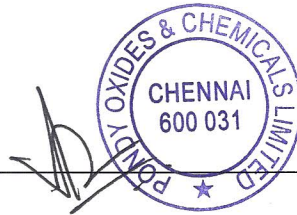
Particulars	Rs. In Lakhs		
	Quarter ended September 30, 2016	Six months ended September 30, 2016	Year ended March 31, 2017
Net Profit as per previous GAAP (Indian GAAP)	692.75	1,003.51	2,792.45
Ind AS Adjustments : Add/ (less)			
Re-measurement of land	-	-	6.85
Gain on Fair valuation of investments	0.19	0.34	1.12
Re-measurement of Leave Encashment	(0.71)	(1.42)	(2.84)
Gain / (loss) on Fair valuation of forward contracts	(7.10)	(84.54)	32.22
Remeasurement of advance to customers as per Ind AS 21	-	-	16.97
Reversal of miscellaneous expenses	0.65	1.31	2.63
Deferred Tax impacts	2.49	29.32	(15.58)
(Net deferred tax impact on remeasurement as per Ind AS)			
Total Ind AS Adjustments	(4.48)	(54.99)	41.37
Total comprehensive income as per Ind AS	688.27	948.52	2,833.82

9 The reconciliation of equity reported in accordance with Indian GAAP to equity in accordance with Ind AS is given below :

Particulars	Rs. In Lakhs
	As at March 31, 2017
Total equity / shareholders' funds as per Indian GAAP	6,603.55
Ind AS Adjustments : Add/ (less)	
Reversal of proposed dividends	167.28
Reversal of tax on proposed dividends	34.05
Remeasurement of land	242.45
Gain on Fair valuation of investments	1.69
Re-measurement of Leave Encashment	(11.42)
Gain / (loss) on Fair valuation of forward contracts	11.37
Reversal of miscellaneous expenses	(5.25)
Remeasurement of deferred tax under balance sheet approach	26.16
Remeasurement of advance to customers as per Ind AS 21	24.56
Deferred Tax impacts	50.53
Total Ind AS Adjustments	541.42
Total equity/ shareholders' funds as per Ind AS	7,144.97

10 The above reconciliation statements have been provided in accordance with circular CIR/CFD/FAC/2016 issued by issued SEBI dated July 5, 2016 on account of implementation of Ind AS by listed companies.

Place: Chennai
Date : December 1, 2017



for Pondy Oxides and Chemicals Limited

Ashish Bansal
Managing Director
DIN : 01543967





To
The Board of Directors
Pondy Oxides and Chemicals Limited
KRM Centre,
2, Harrington Road
Chetpet, Chennai 600 031

1. We have reviewed the unaudited financial results of Pondy Oxides and Chemicals Limited (the "Company") for the quarter and six months ended September 30, 2017 which are included in the accompanying 'Statement of Unaudited Financial Results for the Quarter and Six months ended September 30, 2017' and the statement of assets and liabilities on that date together with the notes thereon (the "Statement"). The Statement has been prepared by the Company's management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by its board of directors. Further, the management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited balance sheet as at April 1, 2016 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.

Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review 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.
3. 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 draw attention to the following matters:
 - (a) Note 2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2017, and accordingly, the Statement has been prepared by the Company's management in compliance with Ind AS.
 - (b) We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the total comprehensive income and reconciliation to equity for the quarter ended June 30, 2016, quarter and six months ended September 30, 2016 and for the year ended March 31, 2017 and accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2016, quarter and six months ended September 30, 2016 and for the year ended March 31, 2017 respectively. As set out in Note 4 to the Statement, these figures have been furnished by the management.





5. The comparative financial information of the Company for the immediately preceding quarter ended June 30, 2017, corresponding quarter and half year ended September 30, 2016 and for the year ended March 31, 2017 were reviewed by the predecessor auditors and the financial statements of the Company for the year ended March 31, 2017 were audited by the predecessor auditors who expressed an unmodified opinion on those financial information/ financial statements. Our conclusion is not qualified in respect of these matters.
6. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular 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.

For L Mukundan and Associates

Chartered Accountants

Firm Registration No.010283S



(L MUKUNDAN)

Partner

Membership No. 204372

Place: Chennai

Date: December 1, 2017