



SURYA ROSHNI LIMITED

CIN -L31501HR1973PLC007543

Padma Tower-1, Rajendra Place, New Delhi-110 008

Ph.: +91-11-25810093-96, 47108000 Fax : +91-11-25789560

E-mail : suryaroshni@surya.in Website : www.surya.co.in

SURYA ROSHNI ANNOUNCES AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2017

Surya Roshni Limited, the largest GI Steel Pipe manufacturer and the second largest manufacturer of lighting goods in the country, has declared its audited results for the year ended 31st March, 2017 at its Board Meeting held on 30th May, 2017.

During the year, the turnover of the company increased to Rs.3412.83 crore from Rs.3196.50 cr. (an increase of 7%), Profit after Tax (PAT) to Rs.66.22 cr. from Rs.63.10 cr. (an increase of 5%) and EPS to Rs.15.11 from Rs. 14.40 (an increase of 5%) over the corresponding figures of last year. The turnover of the company in the fourth quarter has increased by 7%, Cash Profit by 13%, Profit before tax (PBT) by 19% and Profit after tax (PAT) by 28% over the preceding quarter (Q3) of the reported financial year. As compared to corresponding quarter of last year, the turnover of the quarter increased by 4%, Profit after tax (PAT) and EPS by 5%. The overall financial results of the company for the year ended 31st March, 2017 reflects moderate growth.


During the year, the turnover of the Steel Pipes & Strips division has increased by 13% to Rs. 2063.76 cr. from Rs. 1827.38 cr., Cash Profit to Rs. 41.73 cr. from Rs. 28.92 cr. (an increase of 44%). The Profit Before tax (PBT) of the division also turned positive to Rs. 6.37 cr. during the year as against Rs. (9.78) cr. last year. Further, the turnover in the fourth quarter has increased by 8%, Cash Profit by 19% and PBT by 56% over the preceding quarter (Q3) of the reported financial year. As compared to corresponding quarter of last year, Steel Pipes & Strips Division turnover of the Quarter has increased by 12% to Rs. 576.17 cr. from Rs. 516.17 cr., Cash Profit to Rs. 14.87 cr. from Rs. 10.41 cr. (an increase of 43%), PBT to Rs. 6.24 cr. from Rs.1.05 cr. The performance reflects a strong revival in demand of steel pipes during the year.

During the year, the turnover of the Lighting & Consumer Durables Division stands to Rs. 1349.07 cr. from Rs. 1369.12 cr. (Marginally lower) in the last year. The performance of the division for the reported Quarter improved as compared to the preceding Quarter (Q3) of the year. The turnover of the division has increased by 5%, Cash Profit by 10% and PBT by 11%. However, the same was lower by 6%, 21% and 23% respectively as compared to corresponding quarter of previous year.

The performance of the Lighting & Consumer durables Division was challenging mainly due to fall in retail sale impacted by Demonetization (however, this was just the temporary phase) and fast phasing out of CFL lights (dip by 59%) during the year. The Company is continuously converting its

Page 1 of 3

For SURYA ROSHNI LTD.


BB Singal
Sr. VP & Company Secretary



SURYA ROSHNI LIMITED

CIN -L31501HR1973PLC007543

Padma Tower-1, Rajendra Place, New Delhi-110 008

Ph.: +91-11-25810093-96, 47108000 Fax : +91-11-25789560

E-mail : suryaroshni@surya.in Website : www.surya.co.in

CFL assembling facilities for manufacturing of LED products. The Government initiatives for energy conservation has created all round momentum in LED Segment including Street lights and luminaires.

During the year, Company further introduced new products in LED for various uses and LED business grew by 77%, Fan and Home appliances by 55%. The company is gradually adding different type of Consumer durables to its existing product basket of LEDs, conventional lighting solutions which gives a competitive advantage and provide One-Stop solution to the Customers.

The Steel Pipe & Strips Division of the company gained further momentum with the start of Commercial production on 1st March, 2017 of its newly set-up ERW Steel Pipe Plant (Black and GI) at Hindupur Dist. Ananthapuram (A.P) with an installed capacity of 90,000 M.T per annum. Observing the over whelming response of the market and the capacity utilisation, Board has approved for enhancing the capacity to 1,50,000 M.T immediately. With the start of the plant, Company is able to achieve savings in logistic cost and further leveraging its presence in the premium market of South India resulting into creation of a larger and stronger steel pipes business with economies of scale. Above all, being a plant set-up at notified backward area in the State of Andhra Pradesh, it helped the company in reducing its Income tax liability of the year. The unit is also eligible for State incentives of VAT, Electricity etc. as per the investment policy of the State Government of A.P.

In the matter of proposed merger of SGSTL, the proceedings are under consideration of Hon'ble (NCLT) Chandigarh Bench and their order / directions awaited shortly. The turnover and profitability of SGSTL of the current year is growing on expected lines due to its dominant position in export market and locational advantages for import and exports. The future, growth prospectus continues to have positive momentum. In order to provide better and more informed picture of the financials of the merged entity to its stakeholders, Board has approved for filing of application to the Registrar of Companies to seek extension of time for holding the AGM.

The future of both the segments is looking bright. Steel Pipes and Strips business scenario is further strengthening owing to firmness in steel domestic demand because of government focus on roads and railway infrastructure, development of smart cities, rural housing, city gas projects, river transportation etc. The National Steel Policy 2017 provides a long term vision for the sector and will further boost the business as government targets steel capacities by 2030 to 300 Million MT as against the preset capacities of 128 Million MT.

On account of Government thrust on electrification through more availability of power, substantial growth is anticipated in LEDs & Luminaires, Outdoor lighting, Street lights, Industrial lighting solutions. Further, the Company has acquired Industrial unit on slump sale basis at a consideration of

Page 2 of 3

For SURYA ROSHNI LTD.

BB Singal
Sr. VP & Company Secretary



SURYA ROSHNI LIMITED

CIN -L31501HR1973PLC007543

Padma Tower-1, Rajendra Place, New Delhi-110 008

Ph.: +91-11-25810093-96, 47108000 Fax : +91-11-25789560

E-mail : suryaroshni@surya.in Website : www.surya.co.in

Rs. 4.35 cr., producing LED lamps, tube lights, Street lights, HID lamps, decorative light & furniture items etc. situated at Uttarakhand, having Excise & Income Tax exemption and partial CST. The Government initiatives like Compulsory Registration and growing awareness for LED products are ensuring further increase of LED's share in overall company's turnover.

The Government of India's structural macro reform Goods and Service Tax (GST) will help the economy in picking up pace, bringing down the tax evasion and boosting the fortunes of corporate India. Major organized branded players shall be benefited by subsuming of the central and state taxes, common market, savings in warehouse and logistics cost, delivery time, input credit through- out the value chain on capital goods, inputs and services.

The financial ratios of the company are comfortable with reduction in debts, borrowing cost and sound liquidity position. Further, the improved market conditions for both the businesses and proposed merger of SGSTL shall lead to two strong business verticals having independent cash flows, profitability and management set-up.

In order to reward company's shareholder's, Board has recommended higher dividend of Re. 1.50 (15%) per equity share (as against 10% last year) on the paid-up equity capital for the year 2016-17 subject to the approval of shareholders at AGM.

We, as a team remain committed to maintain our diligence & passion at work, which shall take us closer to our vision of all round growth in both the segments of operations, resulting into increased bottom line & higher levels of satisfaction for our stakeholders

Date : 30th May, 2017
Place : New Delhi

sdl-

Raju Bista
Managing Director
DIN - 01299297

For SURYA ROSHNI LTD.

BB Singal
Sr. VP & Company Secretary