



Premier Explosives Limited

ISO 9001 REGISTERED



DNV Certification B.V., The Netherlands



MGMT. SYS.
RvA C024

May 27th, 2017

To,
The Bombay Stock Exchange Limited
Corporate Relationship Department
Floor – 25, P.J.Towers, Dalal Street,
MUMBAI – 400 001
Scrip Code: 526247

To,
National Stock Exchange of India Limited
Listing Department,
Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai-400051
Trading Symbol: 'PREMEXPLN EQ'

Dear Sir/Madam,

Sub: Audited Financial Results for the Fourth Quarter and Year ended 31st March, 2017.

We would like to inform you that, the Board of Directors at their Meeting held today i.e.27th May, 2017 have approved –

1. The Audited Financial Results (Standalone and Consolidated) for the Fourth Quarter and Year ended 31st of March, 2017 and

The Board has recommended a dividend of Rs.3.00 per Share for the year ended 31st of March, 2017 subject to the approval of the Shareholders at the next Annual General Meeting of the Company

In terms of Regulation, 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing the following-

1. Statements of the Audited Financial Results for the fourth quarter and year ended 31st March, 2017 (Standalone and consolidated)
2. Auditor's Report on the Financial Results (Standalone and Consolidated)

The Meeting of the Board of Directors commenced at 12.00 P.M and concluded at 3.30 P.M

Thanking You,

Yours Faithfully,

For Premier Explosives Limited

Vijayashree

K.Vijayashree
Company Secretary
Encl: a/a



Premier Explosives Limited

CIN:L24 110TG 1980 PLC 002633

Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

**Statement of standalone unaudited / audited financial results for the quarter and year ended
31st March, 2017**

(Rs. in lakhs)

S. no.	Particulars	Standalone				
		Quarter ended			Year ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		(Refer note no. 6 below)	(Unaudited)	(Refer note no. 6 below)	(Audited)	(Audited)
1	Income from operations					
	Gross sales/income from operations	7833.03	6117.25	6382.34	25212.69	20216.94
	Less: Excise duty	639.58	571.81	537.74	2284.25	1786.49
	Net sales/income from operations	7193.45	5545.44	5844.60	22928.44	18430.45
	Other operating income	53.11	57.44	27.46	143.18	68.20
	Total income from operations	7246.56	5602.88	5872.06	23071.62	18498.65
2	Expenses					
	Cost of raw materials consumed	3800.36	3261.11	2816.45	12626.96	9688.80
	Purchase of stock in trade	83.24	24.23	27.52	108.84	34.49
	Changes in inventories of finished goods, work-in-progress and scrap	(243.53)	(183.45)	445.46	(543.70)	418.48
	Employee benefits expense	1418.16	1204.56	1089.29	5053.21	4026.90
	Research and development expenses	29.93	26.22	21.58	109.46	89.78
	Depreciation (net) and amortisation expense	91.17	84.91	82.92	346.42	332.39
	Other expenses	769.02	764.47	777.64	2877.47	2479.47
	Total expenses	5948.35	5182.05	5260.86	20578.66	17070.31
3	Profit from operations before other income, finance costs and exceptional items (1-2)	1298.21	420.83	611.20	2492.96	1428.34
4	Other income	26.11	13.25	12.25	66.82	46.45
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	1324.32	434.08	623.45	2559.78	1474.79
6	Finance costs	149.43	103.13	99.70	437.33	374.49
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	1174.89	330.95	523.75	2122.45	1100.30
8	Exceptional items					
	a. Profit on sale of Wind Mill /land	58.15	-	16.59	58.15	100.10
	b. Payments under Voluntary Retirement Scheme	-	-	-	-	(369.56)
9	Profit from ordinary activities before tax (7+8)	1,233.04	330.95	540.34	2,180.60	830.84
10	Tax expense	403.58	100.88	200.35	705.51	263.33
11	Net profit from ordinary activities after tax (9-10)	829.46	230.07	339.99	1475.09	567.51
12	Extraordinary items (net of tax expenses)	-	-	-	-	-
13	Net profit for the period (11-12)	829.46	230.07	339.99	1475.09	567.51
14	Paid-up equity share capital (Face value of share Rs. 10/-) at the end of the quarter / year	885.86	885.86	885.86	885.86	885.86
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	7,134.36	5,659.27
16i	Earning per share (before extraordinary items) (of Rs. 10/- each) (not annualised)					
	a) Basic	9.36	2.60	3.84	16.65	6.41
	b) Diluted	9.36	2.60	3.84	16.65	6.41
16ii	Earning per share (after extraordinary items) (of Rs. 10/- each) (not annualised)					
	a) Basic	9.36	2.60	3.84	16.65	6.41
	b) Diluted	9.36	2.60	3.84	16.65	6.41



Statement of Standalone assets and liabilities as at 31st March, 2017

(Rs. in lakhs)

	Standalone	
	As at 31st March, 2017 (Audited)	As at 31st March, 2016 (Audited)
Equity and liabilities		
Share holders' funds		
Share capital	885.86	885.86
Reserves and surplus	12,838.51	5,659.27
	13,724.37	6,545.13
Non-current liabilities		
Long term borrowings	656.37	31.85
Deferred tax liabilities (net)	339.01	408.50
Other long term liabilities	48.35	73.35
Long term provisions	312.78	233.66
	1,356.51	747.36
Current liabilities		
Short-term borrowings	3,163.76	2,177.36
Trade payables	1,106.53	1,186.93
Other current liabilities	2,154.32	2,055.01
Short-term provisions	546.66	257.52
	6,971.27	5,676.82
Total	22,052.15	12,969.31
Assets		
Non-current assets		
Fixed assets	10,405.00	4,186.87
Non-current investments	534.02	525.00
Long term loans and advances	453.11	352.06
Other non-current assets	177.12	175.33
	11,569.25	5,239.26
Current assets		
Inventories	3,350.70	2,232.61
Trade receivables	5,723.71	4,237.24
Cash and bank balances	509.72	664.77
Short term loans and advances	587.62	533.40
Other current assets	311.15	62.03
	10,482.90	7,730.05
Total	22,052.15	12,969.31

Notes to the financial results

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 27th May, 2017.
- During the year, the Company has revalued its Freehold Land effective from 31.12.2016 based on the report of Independent Registered Valuers. The Company has adopted the realisable values reported by the valuer at Rs.6129.30 lakhs as against the original cost of Rs.425.15 lakhs. The resulting revaluation surplus of Rs.5704.15 lakhs has been credited to Revaluation Reserve, which is not available for distribution of dividend to shareholders.
- On 20th May, 2017 the company has allotted 16,51,000 equity shares by way of Qualified Institutional Placement (QIP) at a price of Rs.400 per share (including a premium of Rs.390 per share).
- During the fourth quarter of current year, the company has sold wind mill undertaking on a slump sale basis and earned a pre-tax profit of Rs.58.15 lakhs.
- The Board of Directors has recommended a dividend of Rs.3.00 per share for the year 2016-17, which is subject to approval of shareholders at the forthcoming Annual General Meeting. As per AS 4 (Revised), effective from 1st April, 2016, the Company is not required to provide for dividend proposed / declared after the balance sheet date.
- The figures for the quarter ended 31st March, 2017, and 31st March, 2016 are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current and previous financial years i.e. 2016-17 and 2015-16 respectively.
- The company's primary business is manufacture of "high energy materials" as a single business segment.
- Figures for the previous year / periods have been regrouped, wherever necessary, to conform to the current year / periods classification.

Secunderabad
27.05.2017



For Premier Explosives Limited

Dr. A. N. Gupta
Chairman & Managing Director

Premier Explosives Limited
CIN:L24 110TG 1980 PLC 002633
'Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

Statement of consolidated audited financial results for the year ended 31st March, 2017

(Rs. in lakhs)

S. no.	Particulars	Consolidated	
		Year ended 31.03.2017 (Audited)	Year ended 31.03.2016 (Audited)
1	Income from operations		
	Gross sales/income from operations	26057.84	20216.94
	Less: Excise duty	2397.54	1786.49
	Net sales/income from operations	23660.30	18430.45
	Other operating income	160.00	68.20
	Total income from operations	23820.30	18498.65
2	Expenses		
	Cost of raw materials consumed	12979.92	9688.80
	Purchase of stock in trade	108.84	34.49
	Changes in inventories of finished goods, work-in-progress and scrap	(561.26)	418.48
	Employee benefits expense	5157.71	4031.54
	Research and development expenses	109.46	89.78
	Depreciation (net) and amortisation expense	368.95	332.41
	Other expenses	3125.81	2480.02
	Total expenses	21289.43	17075.52
3	Profit from operations before other income, finance costs and exceptional items (1-2)	2530.87	1423.13
4	Other income	72.67	46.45
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	2603.54	1469.58
6	Finance costs	443.31	374.49
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	2160.23	1095.09
8	Exceptional items		
	a. Profit on sale of Wind mill/land	58.15	100.10
	b. Payments under Voluntary Retirement Scheme	-	(369.56)
9	Profit from ordinary activities before tax (7+8)	2,218.38	825.63
10	Tax expense	709.00	263.33
11	Net profit from ordinary activities after tax (9-10)	1509.38	562.30
12	Share in profit transferred to minority interest	(7.96)	-
13	Share in profit/(loss) of associate	(4.47)	2.78
14	Net profit from ordinary activities after tax and Share of profit/(loss) of associate (11-12)	1496.95	565.08
15	Extraordinary items (net of tax expenses)	-	-
16	Net profit for the period (13-14)	1496.95	565.08
17	Paid-up equity share capital (Face value of share Rs. 10/-) at the end of the quarter / year	885.86	885.86
18	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	7,150.51	5,656.83
19i	Earning per share (before extraordinary items) (of Rs. 10/- each) (not annualised)		
	a) Basic	16.90	6.38
	b) Diluted	16.90	6.38
19ii	Earning per share (after extraordinary items) (of Rs. 10/- each) (not annualised)		
	a) Basic	16.90	6.38
	b) Diluted	16.90	6.38



Statement of Consolidated assets and liabilities as at 31st March, 2017

(Rs. in lakhs)

	Consolidated	
	As at 31st March, 2017 (Audited)	As at 31st March, 2016 (Audited)
Equity and liabilities		
Share holders' funds		
Share capital	885.86	885.86
Reserves and surplus	12,995.41	5,656.83
	13,881.27	6,542.69
Minority interest	171.91	-
Non-current liabilities		
Long term borrowings	656.37	31.85
Deferred tax liabilities (net)	361.67	408.50
Other long term liabilities	48.85	73.35
Long term provisions	321.84	233.84
	1,388.73	747.54
Current liabilities		
Short-term borrowings	3,164.86	2,177.36
Trade payables	938.33	1,187.94
Other current liabilities	2,198.69	2,055.11
Short-term provisions	552.89	257.71
	6,854.77	5,678.12
Total	22,296.68	12,968.35
Assets		
Non-current assets		
Fixed assets	10,925.23	4,187.02
Non-current investments	8.02	522.77
Long term loans and advances	500.89	352.06
Other non-current assets	178.13	175.33
	11,612.27	5,237.18
Current assets		
Inventories	3,500.85	2,232.61
Trade receivables	5,750.00	4,237.24
Cash and bank balances	511.70	664.89
Short term loans and advances	603.12	534.40
Other current assets	318.74	62.03
	10,684.41	7,731.17
Total	22,296.68	12,968.35

Notes to the financial results

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 27th May, 2017.
- During the year, the Company has revalued its Freehold Land effective from 31.12.2016 based on the report of Independent Registered Valuers. The Company has adopted the realisable values reported by the valuer at Rs.6129.30 lakhs as against the original cost of Rs.425.15 lakhs. The resulting revaluation surplus of Rs.5704.15 lakhs has been credited to Revaluation Reserve, which is not available for distribution of dividend to shareholders.
- On 20th May, 2017 the company has allotted 16,51,000 equity shares of Rs.10 each by way of Qualified Institutional Placement (QIP) at a price of Rs.400 per share (including a premium of Rs.390 per share).
- During the fourth quarter of current year, the holding company has sold wind mill undertaking on a slump sale basis and earned a pre-tax profit of Rs.58.15 lakhs.
- The Board of Directors has recommended a dividend of Rs.3.00 per share for the year 2016-17, which is subject to approval of shareholders at the forthcoming Annual General Meeting. As per AS 4 (Revised), effective from 1st April, 2016, the Company is not required to provide for dividend proposed / declared after the balance sheet date.
- The group's primary business is manufacture of "high energy materials" as a single business segment.
- Figures for the previous year have been regrouped, wherever necessary, to conform to the current year classification.



For Premier Explosives Limited

Dr. A. N. Gupta

Chairman & Managing Director



Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
PREMIER EXPLOSIVES LIMITED

1. We have audited the quarterly standalone financial results of **PREMIER EXPLOSIVES LIMITED** ("the Company"), for the quarter ended March 31, 2017 and the financial results for the year ended March 31, 2017, attached herewith, being submitted by the company pursuant to requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly standalone financial results are derived figures between the audited figures in respect of the year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The standalone financial results for the quarter ended March 31, 2017 have been prepared on the basis of the standalone financial results of nine-month period ended December, 2016, the audited annual standalone financial statements as at and for the year ended March 31, 2017, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the company's management and have been approved by Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the standalone financial results of nine-month period ended December, 2016 which was prepared in accordance with Accounting Standard (AS) 25, Interim Financial Reporting, specified under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of annual standalone financial statements as at and for the year ended March 31, 2017; and the relevant requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:
- are presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2017 and for the year ended March 31, 2017.
4. Managerial Remuneration paid to the Chairman and Managing Director of the Company for the year ended 31st March, 2017 is in excess of the limits laid down under Section 197 read with Schedule V of the Companies Act, 2013 by Rs.36.07 lakhs. In this regard, we have been informed by the Management of the Company that they have already sought the approval from the Central Government in respect of the above said amount, which is yet to be received. Our opinion is not modified in respect of this matter.
5. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2017 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For P V R K NAGESWARA RAO & CO.,
Chartered Accountants
Firm's Registration Number: 002283S


P.V.R.K. NAGESWARA RAO
Partner
Membership Number: 18840

HYDERABAD
27.05.2017



P.V.R.K. Nageswara Rao & Co.,
Chartered Accountants

Auditor's Report on Consolidated Results of the Company Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
PREMIER EXPLOSIVES LIMITED

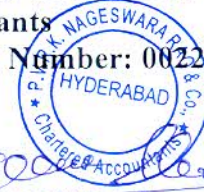
1. We have audited the consolidated financial results of **PREMIER EXPLOSIVES LIMITED** ("the Company"), its subsidiaries and its jointly controlled entity (together, "the Group"), for the year ended March 31, 2017, attached herewith, being submitted by the company pursuant to requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Consolidated Financial results for the year ended March 31, 2017 have been prepared as per the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which are responsibility of the company's management and approved by the Board of Directors of the company. Our responsibility is to express an opinion on these Consolidated financial Results included in the Statement which have been prepared in accordance with the Accounting Standards, prescribed under section 133 of the companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. We did not audit the financial statements of jointly controlled entity, whose financial statements reflect total assets of Rs.0.49 lakhs and net assets of Rs.8.49 lakhs negative as at 31st March, 2017, total revenue of Rs. 0.73, net loss of Rs.8.08 lakhs and net cash inflows amounting to Rs.0.07 lakhs for the year ended on that date, as considered in the consolidated financial statements.

The financial statements and other financial information of above jointly controlled entity have been audited by other auditor whose report has been furnished to us, and our opinion on the results for the year ended is based solely on the report of such other auditor.



4. In our opinion and to the best of our information and according to the explanations given to us these consolidated financial results:
- Include the year-to-date results of the following entities:
 - Premier Wire Products Limited - Subsidiary
 - PELNEXT Defence systems Private Limited - Subsidiary
 - BF Premier Energy Systems Private Limited - Jointly Controlled Entity
 - Have been presented in accordance with the requirements of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - Give a true and fair view of the consolidated net profit and other financial information for the year ended 31st March, 2017.
5. Managerial Remuneration paid to the Chairman and Managing Director of the Holding Company for the year ended 31st March, 2017 is in excess of the limits laid down under Section 197 read with Schedule V of the Companies Act, 2013 by Rs.36.07 lakhs. In this regard, we have been informed by the Management of the Holding Company that they have already sought the approval from the Central Government in respect of the above said amount, which is yet to be received. Our opinion is not modified in respect of this matter.

For P V R K NAGESWARA RAO & CO.,
Chartered Accountants
Firm's Registration Number: 002283S



P.V.R.K. NAGESWARA RAO
Partner
Membership Number: 18840

HYDERABAD
27.05.2017