

August 18th, 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: Unaudited Financial Results for the First Quarter ended 30th June, 2017, together with the Limited Audit Review report.

We would like to inform you that, the Board of Directors at their Meeting held today i.e.18th of August, 2017 have approved the Unaudited Financial Results for the First Quarter ended 30th of June, 2017 under Ind AS and taken on record, the Limited Audit Review Report on the Results.

Further, pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that, as recommended by the Audit Committee, the Board of Directors at its meeting held today i.e 18th August, 2017 has considered and further recommended to the shareholders, the appointment of M/s.Majeti & Co., Chartered Accountants (Firm Registration Number:0159775S), as the Statutory Auditors of the Company in place of the retiring Statutory Auditors, M/s.P.V.R.K.Nageswara Rao & Co., Chartered Accountants, in compliance with the provisions of the Companies Act, 2013 relating to mandatory rotation of Auditors.


In terms of Regulation, 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith forwarding the Statement of the Unaudited Financial Results along with the Limited Audit Review Report for the said period.

The Meeting of the Board of Directors commenced at 12.00 P.M and concluded at 3.15 P.M

Thanking You,

Yours Faithfully,

For **Premier Explosives Limited**


K. Vijayashree
Company Secretary
Encl: a/a



Statement of standalone unaudited financial results for the quarter ended June 30, 2017

(Rs. in lakhs)

Particulars	Standalone Quarter ended	
	30.06.2017 (Unaudited)	30.06.2016 (Unaudited)
1 Revenue		
Revenue from operations	6229.66	5215.20
Other Income	33.51	12.78
Total income	6263.17	5227.98
2 Expenses		
a) Cost of raw materials consumed	3328.79	2659.20
b) Purchase of stock -in- trade	3.17	1.17
c) Changes in inventories of finished goods, work-in- progress and scrap	(329.75)	(180.58)
d) Excise duty	539.36	499.35
e) Employee benefits expense	1308.94	1140.77
f) Finance costs	106.75	83.72
g) Research and development expenses	22.58	23.69
h) Depreciation (net) and amortisation expense	89.90	83.15
i) Other expenses	836.02	639.83
Total expenses	5905.76	4950.30
3 Profit before tax (1-2)	357.41	277.68
4 Tax expense		
Current tax	112.76	70.57
Deferred tax	8.24	19.74
Total tax expense	121.00	90.31
5 Profit for the period from continuing operations (3-4)	236.41	187.37
6 Profit from discontinued operations (wind mill)		
Profit from discontinued operations (wind mill)	-	8.50
Tax expense of discontinued operations	-	-
Profit from discontinued operations (after tax)	-	8.50
7 Profit for the period (5+6)	236.41	195.87
8 Other comprehensive Income		
a) (i) Items that will not be reclassified to profit or loss (Actuarial gain on post-employment defined benefit obligation)	(28.20)	(19.00)
(ii) Income tax relating to items that will not be reclassified to profit or loss	9.76	6.57
b) (i) Items that will be reclassified to profit or loss	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-
Total other comprehensive income for the period (8 a + 8b) (Comprising profit / (loss) and other comprehensive income for the period)	(18.44)	(12.43)
9 Total comprehensive income for the period (7+8)	217.97	183.44
10 Paid-up equity share capital (Face value of Rs. 10/- per share)	1050.96	885.86
11 Earnings per share of Rs. 10 each (not annualised) - Basic and Diluted		
For continuing operations	2.30	2.11
For discontinued operations	-	0.10
For continuing and discontinued operations	2.30	2.21



Notes to the financial results

- 1 This Statement has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 18th August, 2017 and also been subjected to 'limited review' by the Statutory Auditors and their report is unqualified.
- 2 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.
- 3 The Company is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
- 4 The Ind AS compliant financial results, pertaining to period ended June 30, 2016 have not been subjected 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.
- 5 The Statement does not include Ind AS compliant result of the preceding quarter and previous year ended March 31, 2017 as the same is not mandatory as per SEBI's Circular dated July 5, 2016.
- 6 As per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has opted to publish quarterly unaudited stand alone results and to publish consolidated results at the year-end.
- 7 Pursuant to approval of the members in the EGM held on May 12, 2017, the company, on May 20, 2017, has allotted 16,51,000 equity shares of Rs. 10 each at Rs. 400 per share, including a premium of Rs. 390 per share by way of Qualified Institutional Placement (QIP). Thus the equity share capital has increased by Rs. 165.10 lakhs and share premium by 6438.90 lakhs, effective from May 12, 2017. Out of the amount of Rs.6604.00 lakhs received, an amount of Rs.3803.18 lakhs has been utilised towards issue expenses, capital expenditure and working capital and the balance of Rs.2800.82 lakhs is held in fixed deposits and current accounts.
- 8 Pursuant to approval of the members in the EGM held on June 9, 2017, the company has made preferential allotment of the following securities on August 2, 2017:
 - a) 75,020 equity shares to promoters and 52,544 equity shares to others, totalling to 1,27,564 equity shares, of Rs. 10 each at Rs. 408 per share, including a premium of Rs. 398 per share. Thus the equity share capital has increased by Rs. 12.76 lakhs and share premium by 507.70 lakhs, effective from August 2, 2017.
 - b) 100,100 warrants to promoters and 35,000 warrants to others, totalling to 1,35,100 warrants, each convertible into one equity share of Rs. 10 each at Rs. 408 per share, including a premium of Rs. 398 per share. The company received the application money of Rs. 137.80 lakhs being 25% of the total amount on allotment of the said warrants which are convertible into equity shares within a period of 18 months from the date of allotment. Upon conversion, equity share capital would increase by Rs. 13.51 lakhs and share premium by Rs. 537.70 lakhs, effective within 18 months from August 2, 2017.
- 9 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:

Description	(Rs. In lakhs)
	For the quarter ended 30th June, 2016
Net profit as per previous GAAP (Indian GAAP)	175.92
<i>Ind AS adjustments: Add / (Less):</i>	
Actuarial gain on post-employment defined benefit obligation, recognised in other comprehensive income	19.00
Borrowing - transaction adjustment	11.50
Tax impact on Ind AS adjustments	(10.55)
Net profit as per Ind AS	195.87
Other comprehensive income, net of income tax	(12.43)
Total comprehensive income for the period	183.44

Secunderabad
18.08.2017



For Premier Explosives Limited


Dr. A. N. Gupta
Chairman and Managing Director



INDEPENDENT AUDITOR'S REVIEW REPORT

TO
THE BOARD OF DIRECTORS OF
PREMIER EXPLOSIVES LIMITED

We have reviewed the Standalone Unaudited financial results of **PREMIER EXPLOSIVES LIMITED** ("the company") for the quarter ended 30th June 2017 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results For The Quarter ended 30th June 2017' together with the relevant notes thereon ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 which has been initialed by us for identification purpose. The Statement is responsibility of the Company's Management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in the preparation of this Statement are consistent with those used in the preparation of 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.

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 group's personnel and analytical procedures applied to group's 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement has not been prepared 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI 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.



We draw attention to Note 2 to the statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2016, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.

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

HYDERABAD
18 .08.2017

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

