

Ref : FIN/SECY/355

14th February, 2017

The General Manager (Listing)
The Calcutta Stock Exchange Ltd.
7, Lyons Range
Kolkata - 700 001

Scrip Code : 1002993

General Manager (Listing)
Bombay Stock Exchange Limited
Corporate Relationship Department.
1st Floor, New Trading Ring
Rotunda Bldg., P.J. Towers, Dalal Street, Fort,
Mumbai - 400 001

Scrip Code : 522085

Dear Sir,

Sub : Outcome of the Board Meeting dated 14.02.2017
Ref : Regulation 33 of SEBI (LODR) Regulations, 2015

In compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Board of Directors at their meeting held on 14th February, 2017, inter alia, have approved the Unaudited Financial Results for the quarter ended 31st December, 2016 and Limited Review Report thereon.

The meeting of the Board of Directors of the Company commenced at 11.00 A.M. and concluded at 1.20 P.M.

Further, we are enclosing the unaudited financial results for the quarter ended 31st December, 2016, which have been reviewed by the Audit Committee and approved by the Board at its meeting held on 14th February, 2017 and also Limited Review Report furnished by the Statutory Auditors of the Company.

You are requested to take the above information on records.

Thanking you,

Yours faithfully,
For **STONE INDIA LIMITED**



(Abhijit Majumdar)
Company Secretary & Legal Head



Enclo : As above


STONE INDIA LIMITED

 CIN NO: L35201WB1931PLC006996
 16 Taratalla Road, Kolkata - 700088

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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31ST DECEMBER 2016

Rs in lacs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Audited)
1 Income from Operations						
a Gross Sales/Income from Operations	1,414	2,042	2,114	5,193	8,185	10,896
Less : Excise Duty on sale of products	66	102	190	259	619	795
b Net Sales/Income from Operations	1,348	1,940	1,924	4,934	7,566	10,101
c Other Operating Income	-	-	-	-	-	5
Total Income from Operations (net)	1,348	1,940	1,924	4,934	7,566	10,106
2 Expenses						
a Cost of Materials consumed	523	972	996	2,423	3,694	4,804
b Other Input Cost and Services	207	63	26	311	558	624
c Changes in inventories of finished goods, work-in-progress and stock-in-trade	(22)	(15)	(2)	(210)	(174)	(112)
d Employee benefits expense	435	364	468	1,229	1,409	1,842
e Depreciation and amortisation expense	58	59	63	175	184	248
f Other expenses	343	437	434	1,242	1,546	2,224
Total Expenses	1,544	1,880	1,985	5,170	7,217	9,630
3 Profit/(loss) from operations before Other Income and finance costs (1-2)	(196)	60	(61)	(236)	349	476
4 Other Income	1	5	4	12	14	58
5 Profit/(loss) from ordinary activities before finance cost (3+4)	(195)	65	(57)	(224)	363	534
6 Finance costs	117	110	155	335	451	442
7 Profit/(Loss) from Ordinary Activities before Tax (5-6)	(312)	(45)	(212)	(559)	(88)	92
8 Tax expenses	-	-	(19)	-	21	116
9 Net Profit/(Loss) from ordinary activities after tax (7-8)	(312)	(45)	(193)	(559)	(109)	(24)
10 Paid-up equity share capital (Face Value -Rs.10/-per share)	960	960	960	960	960	960
11 Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year						2,364
12 Earning Per Share (in Rs) (of Rs 10 each) (not annualised)						
a Basic	(3.25)	(0.47)	(2.01)	(5.82)	(1.14)	(0.25)
b Diluted	(3.25)	(0.47)	(2.01)	(5.82)	(1.14)	(0.25)

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31ST DECEMBER 2016

Rs in lacs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)	31.03.2016 (Audited)
1 Segment Revenue:						
a Railway products and Services	1,342	1,906	1,887	4,824	7,289	9,643
b Biotoilets	6	34	37	110	277	458
Segment Revenue (Gross)	1,348	1,940	1,924	4,934	7,566	10,101
Less: Inter-segment revenue	-	-	-	-	-	-
Segment Revenue (Net)	1,348	1,940	1,924	4,934	7,566	10,101
2 Segment Results : Profit/ (Loss) before tax and interest (EBIT) from each segment						
a Railway products and Services	(118)	109	13	(24)	403	646
b Biotoilets	(12)	(1)	(9)	(1)	45	103
Total Segment Results	(130)	108	4	(25)	448	749
Less: i) Interest	(117)	(108)	(106)	(330)	(332)	(427)
ii) Other unallocable expenses (net-off)	(65)	(45)	(110)	(204)	(204)	(230)
Total Profit/ (Loss) before tax	(312)	(45)	(212)	(559)	(88)	92
3 Capital employed:						
Segment Assets						
a Railway products and Services	9,461	9,653	9,544	9,461	9,544	9,781
b Biotoilets	100	107	44	100	44	89
c Unallocated	1,489	1,512	1,578	1,489	1,578	1,502
	11,050	11,272	11,166	11,050	11,166	11,372
Segment Liabilities						
a Railway products and Services	7,475	7,445	7,523	7,475	7,523	7,585
b Biotoilets	394	361	293	394	293	353
c Unallocated	415	389	113	415	113	110
	8,284	8,195	7,929	8,284	7,929	8,048
Total (Segment Assets - Segment Liabilities)	2,766	3,077	3,237	2,766	3,237	3,324




Notes:

- 1 The above results have been reviewed by the Audit Committee and taken on record and approved by the Board of Directors at its respective meetings held on 14th February, 2017. The Financial Statements for the quarter and nine months ended on 31st December, 2016 are unaudited and limited review of the same has been carried out by the statutory auditors of the Company.
- 2 No adjustment of deferred taxation including net deferred tax assets of Rs. 91 lacs carried forward since earlier year have been carried out. Consequential adjustments will then be given effect to at the end of the year.
- 3 Auditors' comments and management clarifications there against are as follows :
 - a) Demand for increase in lease rentals by Kolkata Port Trust has been referred to the court. The Company since 2005 has paid and charged out the rental as per the directive of Hon'ble Court, over and above the provision of Rs. 95 lacs made against said demand in earlier years. Unpaid/unprovided amount of demand pending decision of the court has been disclosed and considered as contingent liability of the Company.
 - b) Remuneration of Rs. 231 lacs paid to ex-managing director being in excess of the approval in this respect is recoverable from him. Pending recovery in this respect, no adjustment has been carried out.
 - c) The Rail Runner project undertaken by one of the subsidiaries viz. Stone Intermodal Private Limited is pending completion. The Company's investment of Rs 1 lacs in the said subsidiary including advances given/ amount spent by the Company aggregating Rs 1296 lacs on the aforesaid project being long-term and strategic in nature, no adjustment in this respect has been considered necessary.
 - d) Net worth in respect of Stone Biotech (P) Ltd., a subsidiary of the Company, even though has become negative, considering long term involvement therein, no adjustments in the value of investment of the Company amounting to Rs.21 lacs in the said subsidiary has been considered necessary.
 - e) In respect of investigation proceedings concerning defalcation of Company's fund, Rs.4 lacs out of Rs.105 lacs was received in earlier years. The balance amount, pending steps for recovery, is continued to be included under advances. On completion of enquiry proceedings, steps against the offender in accordance with enquiry report had been initiated and amount has been shown as recoverable and included under advances.
 - f) Certain debit and credit balances including in respect of Inventories, overdue balances of trade receivables, trade and other payables, advances & deposits, certain bank balances and inter-unit balances (including as given in (a) & (b) below) are subject to confirmation/reconciliations. Adjustment with respect to these will be carried out on ascertainment of amount thereof.
 - a. Reconciliation of inventories lying at different locations including with third parties amounting to Rs.261 lacs (as on 31.03.2016 Rs.286 lacs) even though carried out to certain extent were yet to be completed. A provision of Rs. 422 lacs has been made in this respect.
 - b. Trade Receivables and advances / deposits include Rs. 357 lacs (as on 31.03.2016 Rs.372 lacs) and Rs 121 lacs (as on 31.03.2016 Rs.102 lacs) respectively which are overdue for payment. Pending outcome of steps for recovery, these have been considered good and recoverable.
 - g) The Company is in the process of evaluating the useful life of the fixed assets and classification/componentisation as per Schedule II of the Companies Act, 2013 and impact in this respect will be ascertained and given effect to on completion of the process.
- 4 Matters referred to in Para 3 (a) to (g) above have continued from earlier years. Cumulative impact of these matters and para 2 above due to the reason given therein are not ascertainable and as such has not been disclosed.
- 5 Figures for previous year/ periods have been re-grouped or re-arranged wherever considered necessary.

Place : Kolkata
Date : 14th February, 2017



For **STONE INDIA LIMITED**

Debashis Chakravarty
Managing Director & CEO
DIN: 07049659



Limited Review Report

1. We have reviewed the accompanying statement of unaudited Financial Results of **Stone India Limited** ('the Company') for the Quarter and Nine months ended 31st December, 2016 ('the Statement'). This Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 which has been initialed by us for the purpose of identification. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to following notes of the Statement:
 - I. Note 2 regarding non-adjustment in respect of deferred taxation including net deferred tax assets of Rs. 91 lacs carried forward since earlier year.
 - II. Note 3(a) regarding non-provision of rental on leasehold land demanded by Kolkata Port Trust pending final decision of the matter by Hon'ble High Court at Kolkata,
 - III. Note 3(b) regarding remuneration of Rs. 231 lacs paid to ex-managing director pending recovery and consequential adjustments arising in this respect;
 - IV. Note 3(c) & (d) regarding non-ascertainment of shortfall in value of investments in subsidiaries amounting to Rs. 22 Lacs and Company's exposure of Rs. 1296 Lacs against project undertaken by one of it's subsidiary and provision if any required there against;
 - V. Note 3(e) regarding defalcation, pending conclusion of the matter, impact thereof as such cannot be commented upon;
 - VI. Note 3(f) regarding non-confirmation/reconciliation of certain debit and credit balances including inventories including stock lying with third parties, overdue trade receivables, trade and other payables, advances & deposits, certain bank balances and inter-unit balances and adjustments required there against;
 - VII. Note 3(g) regarding non- provision and non-ascertainment of depreciation as required in terms of Schedule II of the Companies Act, 2013;

Impact with respect to the above on the working results as such cannot be ascertained and commented upon by us.



4. Based on our review conducted as above, we report that, excepting the possible effects of the matters stated in Para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of the Standalone unaudited financial results prepared in accordance with applicable Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies generally accepted in India, 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 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Dated: 14th February, 2017
Place: Kolkata



For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No. 301051E

R.P. Singh
R P Singh
Partner
Membership No.052438