



SRIKALAHASTHI PIPES LIMITED

(Formerly Lanco Industries Limited)



Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal, Chittoor District, A.P.,
Ph.:08578 286650 to 55; Fax: 286657/88 Website : www.srikalahasthipipes.com, CIN : L74999AP1991PLC013391

SPL/SECY/SE/2016-17

4th February, 2017

The Manager-Dept. of Corporate Services

Bombay Stock Exchange Limited

Regd. Off: Floor 25, P.J.Towers

Dalal Street

Mumbai – 400 001

Fax: 022- 22723121/ 2272 2037

The Manager-Dept. of Corporate Services

National Stock Exchange of India Ltd.

Exchange Plaza, Bandra Kurla Complex, Bandra (E)

Mumbai – 400 051

Fax: 022- 26598120/ 26598237/38

Dear Sir,

Sub: Board Meeting of the Company held on 4th February, 2017

The Board at its meeting held today has taken on record and approved the Un-audited financial results for the quarter ended 31st December, 2016. Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, we enclose the following :-

1. Un-Audited financial results for the quarter ended 31st December, 2016 as approved by the Board.
2. Auditors' Limited Review Report on the Un-audited financial results.

We are also enclosing herewith a copy of the Press Release issued in connection with the Board Meeting of the Company held today.

The Meeting of the Board of Directors commenced at 2.30 PM and concluded at 4.15 PM.

Thanking you,

Yours faithfully,

For SRIKALAHASTHI PIPES LIMITED

K.RAGHURAM
Company Secretary

SRIKALAHASTHI PIPES LIMITED

Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal, Chittoor District, Andhra Pradesh

CIN : L74999AP1991PLC013391; email: companysecretary@srikalahasthipipes.com; Website : www.srikalahasthipipes.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 16

Sl. No.	Particulars	(All amounts in Indian Rupees Lakhs Except per Share Data)				
		Quarter Ended			Nine Months Ended	
		31.12.2016 (Unaudited)	30.09.2016 (Unaudited)	31.12.2015 (Unaudited)	31.12.2016 (Unaudited)	31.12.2015 (Unaudited)
1	Income from operations					
	a. Gross Sales / Income	29,763.77	17,980.50	28,646.24	76,400.50	85,601.79
	b. Less: Excise Duty	608.49	490.79	645.11	1,833.51	2,545.97
	c. Net Sales / Income from operations	29,155.28	17,489.71	28,001.13	74,566.99	83,055.82
	d. Other Operating Income	-	-	-	-	-
	Total income from operations (Net)	29,155.28	17,489.71	28,001.13	74,566.99	83,055.82
2	Expenses:					
	(a) Cost of materials consumed	12,147.19	6,088.96	11,728.26	29,213.33	37,104.24
	(b) Purchases of stock in trade	-	0.54	1,573.63	0.54	2,870.07
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(263.82)	99.90	(1,079.17)	(609.60)	(2,027.54)
	(d) Employee benefits expense	1,812.68	1,769.51	1,709.85	5,438.01	5,027.23
	(e) Depreciation and amortisation expense	900.99	905.16	872.82	2,806.68	2,597.99
	(f) Other expenses	8,405.50	5,984.48	7,251.27	22,389.66	20,326.78
	Total Expenses	23,002.54	14,848.54	22,056.66	59,238.62	65,898.77
3	Profit from operations before other income, finance costs and exceptional items (1-2)	6,152.74	2,641.17	5,944.47	15,328.37	17,157.05
4	Other income	356.05	1,635.72	540.69	2,539.95	1,195.12
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	6,508.79	4,276.89	6,485.16	17,868.32	18,352.17
6	Finance costs	1,210.84	749.57	1,042.13	3,160.30	3,334.72
7	Profit from ordinary activities after finance costs but before exceptional items (5 + 6)	5,297.95	3,527.32	5,443.03	14,708.02	15,017.45
8	Exceptional items	-	-	-	-	-
9	Profit from ordinary activities before tax (7 + 8)	5,297.95	3,527.32	5,443.03	14,708.02	15,017.45
10	Tax expense	1,288.27	929.60	1,342.35	3,803.86	4,031.19
11	Net Profit from ordinary activities after tax (9 + 10)	4,009.68	2,597.72	4,100.68	10,904.16	10,986.25
12	Extraordinary items	-	-	-	-	-
13	Net Profit for the period (11 + 12)	4,009.68	2,597.72	4,100.68	10,904.16	10,986.25
14	Other Comprehensive Income (net of tax)	(7.75)	(5.74)	(0.55)	(19.23)	(1.65)
15	Total Comprehensive Income for the period (13+14)	4,001.93	2,591.98	4,100.13	10,884.93	10,984.60
16	Paid-up equity share capital (Face Value Rs.10/- per Share)	3,976.36	3,976.36	3,976.36	3,976.36	3,976.36
17	Earnings Per Share (EPS)					
	(a) Basic and Diluted EPS before extraordinary items (not annualised) (in Rs.)	10.08	6.53	10.31	27.42	27.63
	(b) Basic and Diluted EPS after extraordinary items (not annualised) (in Rs.)	10.08	6.53	10.31	27.42	27.63

Notes:-

- The above financial results have been reviewed by Audit Committee and approved by the Board of Directors at its meeting held on 4th February, 2017. The above results have been subjected to Limited Review by the Statutory Auditors.
- The Company has adopted the Indian Accounting Standards (Ind AS) from 1st April, 2016 as notified under Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Rules, 2016 and the comparative figures for the corresponding quarter and nine months ended of the previous year (transition date being April 1, 2015) have accordingly been restated.
- The above results may require adjustment before constituting the first set of IND-AS, financials as of and for the year ended March 31, 2017 due to changes in financial reporting assumptions and applications arising from new or revised standards or interpretations received or changes in the use of one or more optional exemptions as permitted in Indian Accounting standards (Ind-AS) 101 issued under Companies (Indian Accounting Standards) Rules, 2015 by the Ministry of Corporate Affairs.
- The Company has only "Pipes" as a significant reportable segment.
- The format for Unaudited Quarterly Financial Results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circulars dated July 5, 2016, IND-AS and Schedule III (Division II) to the Companies Act, 2013 applicable to the companies which are preparing the financial statements as per IND-AS
- Reconciliation between financial results, as previously reported (referred to as "Previous GAAP") and IND-AS for the quarter and nine months ended December 31, 2015 are presented as under:

Description	Rs. in Lakhs	
	Quarter Ended 31.12.2015	Nine Months Ended 31.12.2015
Net profit under previous GAAP	4,140.78	11,268.36
Actuarial (gain)/loss on employee defined benefit Plans recognised in other comprehensive income	0.84	2.53
Reclassification of Property Plant and Equipment	(190.26)	(570.79)
Finance Costs as per Effective Interest Rate method	(55.38)	(173.71)
Effect on measuring financial instrument at fair valuation of Forward and Derivative contract	183.47	310.54
Effect of Deferred Taxes on above	21.23	149.32
Net Profit for the period under IND AS	4,100.68	10,986.25
Other comprehensive income, net of income tax:		
Actuarial gain/(loss) on employee defined benefit plans	(0.55)	(1.65)
Total Comprehensive Income under IND AS	4,100.13	10,984.60

- Figures of the previous period are regrouped / rearranged wherever necessary to conform to the figures of current period.

For Identification Purpose Only

For SRIKALAHASTHI PIPES LIMITED


G. Maruthi Rao
 Chairman
 DIN 00083950

Place : Chennai.
Date : 4th February, 2017.





K.R. BAPUJI & CO
CHARTERED ACCOUNTANTS

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Madhapur (PO), Hyderabad-500081, Telangana
Telephones : 040-40034465-42000157 :: Email: krbapujico@gmail.com

INDEPENDENT AUDITOR'S REVIEW REPORT

To
The Board of Directors
SRIKALAHASTHI PIPES LIMITED (formerly LANCO INDUSTRIES LIMITED)

We have reviewed the accompanying statement of unaudited financial results of **Srikalahasthi Pipes Limited (formerly Lanco Industries Limited)** ("the Company") for the quarter and nine months period ended December 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement, which is the responsibility of the Company's management and has been approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and other accounting principles generally accepted in India. 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 statement is free of material misstatement. A review of interim financial information is limited primarily to inquiries of company personnel and analytical procedures applied to 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 of the Statement conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with aforesaid Indian Accounting Standard and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by 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.

For K. R. BAPUJI & CO.
Chartered Accountants
Firm Registration No.000395S



P R SATISH
Partner
Membership No. 219432

Place : Chennai
Date : February 04, 2017



SRIKALAHASTHI PIPES LIMITED

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PRESS RELEASE

The Board of Directors of Srikalahasthi Pipes Limited approved the un-audited financial results for the quarter ended 31st December, 2016 at its Meeting held on 4th February, 2017.

The Profit before tax for the quarter ended 31st December, 2016 was at Rs.52.98 Crores compared to Rs.54.43 Crores registered in the corresponding quarter of the previous year. The Profit after tax for the quarter under review is Rs.40.10 Crores as against Rs.41.01 Crores reported in the quarter ended 31st December, 2015.

The cumulative profit before tax for the nine months ended 31st December, 2016 was Rs.147.08 crores as against Rs.150.17 crores for the corresponding period in the previous year. However the profit after tax for nine months ended 31st December, 2016 almost remained same at Rs.109 crores as against Rs.110 crores for the corresponding previous nine months ended 31st December, 2015.

Mr. G. S. Rathi, Whole-time Director, informed that during the current quarter under review, the production of Ductile Iron Pipes got stabilised after shut down and pulverised coal injection system (PCI) is commissioned in January, 2017.

He further informed that to be fully self sufficient in meeting its requirements of coke and power, as approved by the Board earlier, the company has already taken up installation of additional Coke Oven Battery and increase of power plant capacity to 16 MW at a cost of Rs.65 crores, which is expected to be commissioned by end of March, 2018.

He also informed that to mitigate increase in the prices of coking coal, the Company has been pursuing various cost control measures increasing operational efficiencies and marketing initiatives to maintain the bottom-line.

For SRIKALAHASTHI PIPES LIMITED

G.S.RATHI
Whole Time Director

Chennai: 4th February, 2017:

Regd. Office & Works :

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