

**SMS PHARMACEUTICAL LIMITED**  
 Regd. Office: Plot No.19-III, Opp. BVBP School, Road No.71, Jubilee Hills, Hyderabad - 500 096  
 Un-Audited Financial Results for the Quarter Ended 30th September, 2014

(Rs. In Lakhs)

| S.No. | Particulars  | Quarter Ended                |                              | Half Year Ended              |                                | Year Ended                     |                                  |
|-------|--|------------------------------|------------------------------|------------------------------|--------------------------------|--------------------------------|----------------------------------|
|       |  | 30-09-2014<br>(Unaudited)    | 30-06-2014<br>(Unaudited)    | 30-09-2013<br>(Unaudited)    | 30-09-2014<br>(Unaudited)      | 30-09-2013<br>(Unaudited)      | 31-03-2014<br>Audited            |
| 1     | <b>Income from Operations</b><br>(a) Net sales/Income from Operations<br>(b) Other Operating Income  | 12,617.90<br>882.94          | 12,653.34<br>1,161.46        | 12,115.78<br>777.77          | 25,271.24<br>2,044.39          | 20,838.23<br>934.88            | 48,197.76<br>3,606.04            |
|       | <b>Total Income from Operations (net)</b>  | 13,500.84                    | 13,814.80                    | 12,893.55                    | 27,315.63                      | 21,773.11                      | 51,803.80                        |
| 2     | <b>Expenses</b><br>(a) Cost of materials consumed<br>(b) Purchases of stock-in-trade<br>(c) Changes in inventories of finished goods work-in-progress and stock-in trade<br>(d) Employee Benefits Expense<br>(e) Depreciation and amortisation expense<br>(f) Other expenses | 9,343.71<br>4.87<br>(138.97) | 9,331.98<br>18.90<br>353.88  | 8,585.17<br>579.70           | 18,675.69<br>21.77<br>214.91   | 15,027.25<br>1,438.15          | 34,665.71<br>4.42<br>2,087.02    |
|       |  | 736.81<br>408.49<br>1,989.40 | 744.87<br>402.97<br>1,570.23 | 619.98<br>269.64<br>1,883.81 | 1,481.68<br>811.45<br>3,559.63 | 1,105.79<br>536.35<br>2,817.20 | 2,563.93<br>1,285.46<br>6,765.98 |
|       |  | 12,344.31                    | 12,420.83                    | 11,938.29                    | 24,765.13                      | 20,924.74                      | 47,372.52                        |
| 3     | <b>Total - (a to f)</b><br>Profit from Operations before Other Income, finance cost and Exceptional Items  | 1,156.53                     | 1,393.97                     | 955.26                       | 2,550.50                       | 848.37                         | 4,431.28                         |
| 4     | (1) - (2)  | 85.94                        | 26.52                        | 4.81                         | 92.45                          | 129.02                         | 152.41                           |
| 5     | <b>Other Income</b><br><b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3)+(4)</b>  | 1,222.47                     | 1,420.49                     | 960.07                       | 2,642.95                       | 977.39                         | 4,583.69                         |
| 6     | <b>Finance costs</b><br><b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5)+(6)</b>   | 407.96                       | 404.16                       | 422.87                       | 812.13                         | 847.43                         | 1,381.88                         |
| 7     | <b>Exceptional items</b><br><b>Profit / (Loss) from Ordinary Activities before Tax (7)+(8)</b>   | 814.51                       | 1,016.31                     | 537.20                       | 1,830.82                       | 129.96                         | 3,201.81                         |
| 8     | <b>Tax Expenses</b><br><b>Net Profit / (Loss) from ordinary activities after Tax (9)-(10)</b>  | 814.51                       | 1,016.31                     | 537.20                       | 1,830.82                       | 129.96                         | 3,201.81                         |
| 9     | <b>Extraordinary items (net of Tax Expense Rs. ... in lakhs)</b><br><b>Net Profit / (Loss) for the period (11)-(12)</b>  | 300.00                       | 198.00                       | 26.00                        | 498.00                         | 26.00                          | 1,163.36                         |
| 10    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 11    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 12    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 13    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 14    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 15    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 16    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 17    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 18    | <b>Share of profit / (loss) of associates*</b><br><b>Minority Interest</b><br><b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)*</b>   | 514.51                       | 818.31                       | 511.20                       | 1,332.82                       | 103.96                         | 2,038.45                         |
| 19.i  | <b>Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year</b><br><b>Earning Per Share (before extraordinary items)</b><br><b>(of Rs.... / each) (not annualised)</b>   | 6.08                         | 9.67                         | 6.00                         | 15.74                          | 1.13                           | 23.06                            |
| 19.ii | <b>Earning Per Share (after extraordinary items)</b><br><b>(of Rs.... / each) (not annualised)</b>   | 6.08                         | 9.67                         | 6.00                         | 15.74                          | 1.13                           | 23.06                            |



| PARTICULARS OF SHARE HOLDING |  |           |           |           |           |           |           |
|------------------------------|--|-----------|-----------|-----------|-----------|-----------|-----------|
| A                            | Public Shareholding  |           |           |           |           |           |           |
| 1                            | - Number of Shares   | 3,054,760 | 3,054,760 | 3,054,760 | 3,054,760 | 3,054,760 | 3,054,760 |
|                              | - Percentage of Shareholding   | 36.09     | 36.09     | 36.09     | 36.09     | 36.09     | 36.09     |
| 2                            | Promoters and Promoters Group Shareholding**   |           |           |           |           |           |           |
| a)                           | Pledged/Encumbered   | -         | -         | -         | -         | -         | -         |
|                              | - Number of Shares   | -         | -         | -         | -         | -         | -         |
|                              | - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) | -         | -         | -         | -         | -         | -         |
|                              | - Percentage of Shares (as a % of the total share capital of the company)                | -         | -         | -         | -         | -         | -         |
| b)                           | Non-encumbered   |           |           |           |           |           |           |
|                              | - Number of Shares   | 5,410,443 | 5,410,443 | 5,410,443 | 5,410,443 | 5,410,443 | 5,410,443 |
|                              | - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) | 100       | 100       | 100       | 100       | 100       | 100       |
|                              | - Percentage of Shares (as a % of the total share capital of the company)                | 63.91     | 63.91     | 63.91     | 63.91     | 63.91     | 63.91     |

| Particulars                                    | 3 Months ended 30-09-2014 |  |
|--|---------------------------|--|
|  |                           |  |
| B INVESTOR COMPLAINTS                          |                           |  |
| Pending at the beginning of the quarter        | Nil                       |  |
| Received during the quarter                    | Nil                       |  |
| Disposed of during the quarter                 | Nil                       |  |
| Remaining unresolved at the end of the quarter | Nil                       |  |



**Statement of Assets & Liabilities as at 30th September, 2014**

(Rs.in Lakhs)

| Sr.No.   | Particulars                               | As at<br>30-09-2014<br>(Unaudited) | As at<br>31.03.2014<br>Audited |
|----------|---|------------------------------------|--------------------------------|
| <b>A</b> | <b><u>EQUITY AND LIABILITIES</u></b>      |                                    |                                |
| 1        | <b>Shareholders' Funds</b>                |                                    |                                |
|          | (a) Share Capital                         | 846.52                             | 846.52                         |
|          | (b) Reserves & Surplus                    | 22,636.04                          | 21,333.78                      |
|          | <b>Sub-Total -Shareholders' funds</b>     | <b>23,482.56</b>                   | <b>22,180.30</b>               |
| 2        | <b>Non-Current Liabilities</b>            |                                    |                                |
|          | (a) Long Term Borrowings                  | 6,282.09                           | 6,936.99                       |
|          | (b) Deferred Tax Liability (Net)          | 2,126.92                           | 1,928.92                       |
|          | (c) Other Long Term Liabilities           | 540.12                             | 540.12                         |
|          | (d) Long Term Provisions                  | 221.56                             | 221.55                         |
|          | <b>Sub-Total -Non-Current Liabilities</b> | <b>9,170.69</b>                    | <b>9,627.58</b>                |
| 3        | <b>Current Liabilities</b>                |                                    |                                |
|          | (a) Short Term Borrowings                 | 8,279.35                           | 8,048.81                       |
|          | (b) Trade Payables                        | 5,543.99                           | 5,896.64                       |
|          | (c) Other Current Liabilities             | 2,863.38                           | 3,686.53                       |
|          | (d) Short Term Provisions                 | 1,344.79                           | 1,487.10                       |
|          | <b>Sub-Total - Current Liabilities</b>    | <b>18,031.51</b>                   | <b>19,119.07</b>               |
|          | <b>TOTAL - EQUITY AND LIABILITIES</b>     | <b>50,684.76</b>                   | <b>50,926.95</b>               |
| <b>B</b> | <b><u>ASSETS</u></b>                      |                                    |                                |
| 1        | <b>Non-Current Assets</b>                 |                                    |                                |
|          | (a) Fixed Assets                          | 29,394.55                          | 28,592.85                      |
|          | (b) Non Current Investments               | 718.81                             | 587.26                         |
|          | (c) Long Term Loans & Advances            | 200.50                             | 192.62                         |
|          | <b>Sub-Total - Non-Current Assets</b>     | <b>30,313.86</b>                   | <b>29,372.73</b>               |
| 2        | <b>Current Assets</b>                     |                                    |                                |
|          | (a) Inventories                           | 8,706.68                           | 9,047.38                       |
|          | (b) Trade Receivables                     | 6,066.65                           | 5,559.00                       |
|          | (c) Cash and Cash Equivalents             | 568.23                             | 1,205.02                       |
|          | (d) Short Term Loans & Advances           | 2,332.73                           | 2,163.28                       |
|          | (e) Other Current Assets                  | 2,696.61                           | 3,579.54                       |
|          | <b>Sub-Total - Current Assets</b>         | <b>20,370.90</b>                   | <b>21,554.22</b>               |
|          | <b>TOTAL ASSETS</b>                       | <b>50,684.76</b>                   | <b>50,926.95</b>               |



**Notes:**

1. The above results were reviewed by the Audit Committee on 11th November, 2014 and taken on record by the Board of Directors at its meeting held on 11th November, 2014 and "Limited Review" of the same has been carried out by the Statutory
2. Earnings per Share has been calculated on the basis of weighted average number of Equity Shares, where ever applicable
3. The useful life of fixed assets have been revised in accordance with schedule II of the Companies Act,2013 with effect from 01.04.2014. Accordingly, the depreciation expenses for the quarter and half year ending 30.09.2014 is provided and the impact on opening balance of retained earnings of Rs.170.19 lakhs is recognised
4. The Company's business activity falls within a single primary business segment. Hence segment reporting is not applicable.
5. All accounting policies followed are consistent, subject to note no.3
6. Figures of previous periods have been regrouped / rearranged wherever necessary.

Place: Hyderabad  
Date : 11-11-2014

For SMS Pharmaceuticals Limited



Ramesh Babu Potluri  
Chairman & Managing Director



Limited Review Report

To  
The Board of Directors  
SMS PHARMACEUTICALS LIMITED,  
Hyderabad.


We have reviewed the accompanying statement of unaudited financial results of SMS PHARMACEUTICALS LIMITED for the quarter ended 30<sup>th</sup> September 2014 except for the disclosures regarding 'public shareholding' and 'promoter Group Shareholding' which has been traced from disclosures made by the management and has not been reviewed by us. 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.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial information performed by Independent Auditor of 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.

Based on our review 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 applicable accounting standards, within the meaning of Sec.133 of Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad,  
Date: 11-11-2014.

For RAMBABU & CO.,  
Chartered Accountants  
Firm Reg. No. 002976S

  
GVL PRASAD  
Partner  
M. No. 26548.



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