

Price Waterhouse Chartered Accountants LLP

The Board of Directors
Vesuvius India Limited
P- 104 Taratala Road
Kolkata – 700088

1. We have reviewed the unaudited financial results of Vesuvius India Limited (the “Company”) for the Quarter ended September 30, 2017 which are included in the accompanying Statement of Standalone Financial Results for the Quarter ended September 30, 2017 together with the 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”) and SEBI Circular dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the 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 preparation of this Statement are consistent with those used in the preparation of the Company’s opening unaudited Balance Sheet as at January 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.
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 Statement is free of material misstatement.
3. A review 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects 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 Listing Regulations, 2015 and SEBI circular dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
 - a. Note 1 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from January 1, 2017, and accordingly, the Statement has been prepared by the Company’s Management in compliance with Ind AS.
 - b. Note 8 to the Statement, with respect to receivables from certain customers, currently under insolvency proceedings under the Insolvency and Bankruptcy Code, 2016, aggregating to Rs. 3,306 lakhs, which the Company considers good and recoverable for the reasons stated in the aforesaid note and accordingly considers the carrying amount of the same as appropriate.
 - c. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter and nine months ended on September 30, 2016 and the previous year ended December 31, 2016 accordingly, we do not express any conclusion on the results in the Statement for the quarter and nine months ended September 30, 2016 and previous year ended December 31, 2016, respectively. As set out in note 6 to the Statement, these figures have been furnished by the Management.



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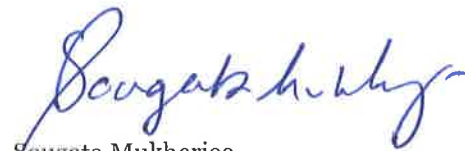
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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

- d. The standalone financial statements of the Company for the year ended December 31, 2016 prepared in accordance with Companies (Accounting Standards) Rules, 2006, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated February 17, 2017, expressed an unmodified opinion on those financial statements. Accordingly, the net profit included in the reconciliation to the Company's Total Comprehensive Income for the quarter ended on December 31, 2016 is based on such financial statements.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants



Sougata Mukherjee
Partner
Membership Number 057084

Gurugram
November 9, 2017

Statement of Standalone Unaudited Financial Results for the Third Quarter and Nine Months ended on September 30, 2017						
(₹ in Lakhs)						
Particulars	Quarter ended September 30, 2017	Quarter ended June 30, 2017	Quarter ended September 30, 2016	Year to date for current period ended September 30, 2017	Year to date for previous period ended September 30, 2016	Previous accounting year ended December 31, 2016
(Refer Notes Below)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from Operations						
(a) Gross Sales / Revenue from operations	21,377	25,986	24,202	71,884	66,221	89,262
(b) Other Operating revenues	50	57	73	166	188	236
Total Income from Operations	21,427	26,043	24,275	72,050	66,409	89,498
2. Other Income	338	323	323	918	978	1,299
3. Total Income [1 + 2]	21,765	26,346	24,598	72,968	67,387	90,797
4. Expenses						
(a) Cost of materials consumed	6,842	8,142	8,225	23,007	22,312	31,071
(b) Purchase of stock-in-trade	4,690	4,913	3,796	14,048	10,705	14,785
(c) Changes in inventory of finished goods, work-in progress and stock-in-trade	30	186	24	580	203	(995)
(d) Excise duty on sales	-	2,042	1,979	3,825	5,446	7,347
(e) Employee benefit expense	1,321	1,424	1,475	4,113	4,017	5,358
(f) Depreciation and amortisation expense	751	682	705	2,101	1,991	2,745
(g) Other expenses	4,700	4,724	4,468	14,027	12,284	16,882
Total Expenses	18,334	22,113	20,672	61,701	56,958	77,193
5. Profit before exceptional items and tax [3-4]	3,431	4,233	3,926	11,267	10,429	13,604
6. Exceptional Items	-	-	-	-	-	-
7. Profit before tax [5-6]	3,431	4,233	3,926	11,267	10,429	13,604
8. Tax expense						
(a) Current tax	1,316	1,492	1,506	4,135	3,889	5,140
(b) Deferred tax	(176)	23	(138)	(180)	(268)	(425)
Total tax expense [8(a)+8(b)]	1,180	1,515	1,368	3,955	3,621	4,715
9. Net Profit for the period [7-8]	2,251	2,718	2,558	7,312	6,808	8,889
10. Other Comprehensive Income						
A. (i) Items that will not be reclassified to profit or loss	(26)	(26)	(20)	(78)	(58)	(271)
(ii) Income tax relating to items that will not be reclassified to profit or loss	9	9	8	27	21	93
11. Total Other Comprehensive Income [A(i) + A(ii)]	(17)	(17)	(12)	(51)	(37)	(178)
12. Total Comprehensive Income [9 + 11]	2,234	2,701	2,546	7,261	6,771	8,711
13. Paid up equity share capital (Face Value ₹10/- per share)	2,030	2,030	2,030	2,030	2,030	2,030
14. Earnings per share (before and after extraordinary items) (of ₹10/- each):						
a) Basic (₹)	11.09	13.39	12.60	36.02	33.54	43.79
b) Diluted (₹)	11.09	13.39	12.60	36.02	33.54	43.79

Notes:
 1. The Company has adopted Indian Accounting Standards (referred to as 'Ind AS') with effect from January 1, 2017 and accordingly these financial results alongwith the comparatives have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 on "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
 2. Reconciliation between results previously reported under erstwhile Indian GAAP and as presented now under Ind AS are given below:

(₹ in Lakhs)			
Particulars	Quarter ended September 30, 2016	Year to date for previous period ended September 30, 2016	Previous accounting year ended December 31, 2016
Net profit for the period as per Indian GAAP	2,546	6,771	8,711
Adjustments:-			
a) Remeasurement loss on defined benefit obligations accounted through Other Comprehensive Income	20	58	271
b) Tax effects on above adjustments	(8)	(21)	(93)
Net Profit for the period as per Ind AS	2,558	6,808	8,889
Amount recognised in other comprehensive income			
a) Remeasurement loss on defined benefit obligations accounted through Other Comprehensive Income	(20)	(58)	(271)
b) Tax effects on above adjustments	8	21	93
Total comprehensive income for the period as per Ind AS	2,546	6,771	8,711

- The Company is primarily a manufacturer and trader of refractories and is managed organisationally as a single unit. Accordingly, the Company is a single segment company.
- The Company has been permitted to retain the calendar year period as its financial year by order dated January 7, 2016 received from the Company Law Board, Kolkata Bench.
- Previous period/year's figures have been regrouped and/or rearranged wherever considered necessary to conform to current period's/year's presentation.
- The Ind AS Compliant comparative figures for the quarter ended September 30, 2016 and Year to date September 30, 2016 have not been subjected to review or audit. However the Company's management has exercised necessary due diligence to ensure that such financial results provide true and fair view of its affairs.
- The Company has receivables of ₹ 3,306 Lakhs from certain customers against whom insolvency proceedings have been initiated under the Insolvency and Bankruptcy Code, 2016. Considering the relationship with the said customers, criticality of the Company's products sold and amount collected from them, the management believes that the said receivables are good and, carrying amount of the same is appropriate.
- Post applicability of Goods and Services Tax (GST) with effect from July 1, 2017, revenue from operations is disclosed net of GST. Accordingly the from operations for the quarter and nine months ended September 30, 2017 are not comparable with the figures of the previous periods presented in the results.
- These unaudited financial results have been subjected to limited review by the Statutory Auditors of the Company who have expressed an unqualified/ unmodified conclusion on these results.
- These unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 9, 2017.

On behalf of the Board of Directors of
Vesuvius India Limited

Subrata Roy
 (Subrata Roy)
 Managing Director

Place: Kolkata
 Date: November 9, 2017

