

9th August, 2018

DCS – Listing,
BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J.Towers,
Dalal Street, P.J.Towers,
Mumbai 4000 001

Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, 5th Floor,
Plot No.C/1,G Block,
Bandra Kurla Complex, Bandra (East),
Mumbai 400 051

Scrip Code - 506655

Scrip Code – SUDARSCHEM

Dear Sir,

Sub : Approval of Unaudited Financial Results for the quarter ended 30th June, 2018

Ref : Regulation No.33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We enclose herewith a copy of the Unaudited Financial Results of the Company for the quarter ended 30th June, 2018 along with copy of the Limited Review Report for the quarter ended 30th June, 2018 as considered and approved by the Board of Directors at its meeting held today (9th August, 2018).

We wish to bring to your notice that the above price sensitive information is now published by virtue of information to your Exchange.

The Board Meeting commenced at 10.30 A.M. and ended at 1:15 P.M.

Kindly take the above on record and further arrange to publish the same in your website for the information of our shareholders, investors and public at large.

Thank you.

Yours truly,

For Sudarshan Chemical Industries Limited



P.S.Raghavan
Company Secretary

Encl : As above



Sudarshan Chemical Industries Limited

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SUDARSHAN CHEMICAL INDUSTRIES LIMITED

REGD.OFFICE / GLOBAL HEAD OFFICE : 162 WELLESLEY ROAD, PUNE - 411 001

Tel. : +91 20 26226200 Fax : +91 20 26058222 Email : shares@sudarshan.com Website : www.sudarshan.com

CIN : L24119PN1951PLC008409

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2018

(Rs. in Lakhs)

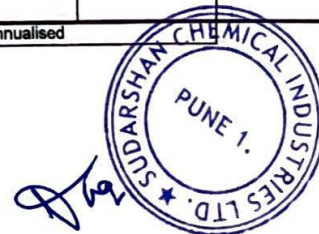
Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 7	30.06.2017 (Unaudited)	31.03.2018 (Audited)
	Continuing Operations				
1	Income from operations				
	(a) Revenue from Operations (Refer Note 6)	33,729.4	37,729.2	31,615.9	1,32,183.9
	(b) Other operating income (includes government grants)	525.9	691.9	627.0	2,452.2
	Total Income from operations	34,255.3	38,421.1	32,242.9	1,34,636.1
2	Other income (net)	413.4	(398.3)	891.3	1,126.5
3	Total Income (1 + 2)	34,668.7	38,022.8	33,134.2	1,35,762.6
4	Expenses				
	(a) Cost of materials consumed	23,525.8	21,280.8	19,855.4	76,908.8
	(b) Purchase of Stock-in-trade	0.2	12.7	-	18.0
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade (Refer Note 6)	(4,167.5)	1,561.5	(3,291.6)	347.6
	(d) Excise duty on sale of goods	-	-	2,268.6	2,268.6
	(e) Employee benefits expense	2,384.3	2,047.4	1,994.1	8,003.4
	(f) Finance costs	379.5	567.3	568.3	2,377.6
	(g) Depreciation and amortisation expense	1,593.4	1,509.3	1,398.3	5,821.2
	(h) Other expenses (Refer Note 6)	7,022.0	7,920.6	7,019.2	27,357.5
	Total expenses (4)	30,737.7	34,899.6	29,812.3	1,23,102.7
5	Profit before tax and exceptional items from continuing operations (3 - 4)	3,931.0	3,123.2	3,321.9	12,659.9
6	Exceptional Items (Refer Note 3)	8,923.4	-	-	-
7	Profit before tax from continuing operations (5 + 6)	12,854.4	3,123.2	3,321.9	12,659.9
8	Tax expense				
	(a) Current Tax				
	- on Continuing Operations excluding exceptional items	1,073.1	1,037.5	982.9	3,356.6
	- on Exceptional Items	1,887.4	-	-	-
	(b) Deferred Tax	383.1	(201.3)	134.6	720.3
	Total Tax Expense	3,343.6	836.2	1,117.5	4,076.9
9	Profit from continuing operations (7 - 8)	9,510.8	2,287.0	2,204.4	8,583.0
	Discontinued Operations				
10	Profit / (Loss) before tax from discontinued operations	10.0	(57.5)	207.5	336.0
11	Tax expense of discontinued operations	3.5	(19.9)	71.8	116.3
12	Profit / (Loss) after tax from discontinued operations (10 - 11)	6.5	(37.6)	135.7	219.7
13	Profit after tax (9 + 12)	9,517.3	2,249.4	2,340.1	8,802.7
14	Other comprehensive income				
	Items that will not be reclassified to profit or loss				
	Re-measurement gains/ (losses) on post employment benefits obligations	(23.0)	(34.0)	(140.8)	(91.2)
	Income tax relating to above	6.2	11.8	48.7	31.6
	Total Other comprehensive income (net of taxes) (14)	(16.8)	(22.2)	(92.1)	(59.6)
15	Total comprehensive income (13 + 14)	9,500.5	2,227.2	2,248.0	8,743.1
16	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year				43,853.6
18	Earnings per share from continuing operations (Refer Note 3) (of Rs. 2/- each)				
	Basic	13.7	3.3	3.2	12.4
	Diluted	13.7	3.3	3.2	12.4
19	Earnings per share from discontinued operations (of Rs. 2/- each)				
	Basic	0.0	(0.1)	0.2	0.3
	Diluted	0.0	(0.1)	0.2	0.3
20	Earnings per share (of Rs. 2/- each)				
	Basic	13.7	3.2	3.4	12.7
	Diluted	13.7	3.2	3.4	12.7

Not annualised

For Sudarshan Chemical Industries Limited



R. B. Rathi
Managing Director



SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2018 (Unaudited)	31.03.2018 (Audited) Refer Note 7	30.06.2017 (Unaudited)	31.03.2018 (Audited)
1	Segment Revenue -				
	(a) Pigments	34,001.9	37,704.0	32,076.1	1,32,653.2
	(b) Others	253.4	717.1	166.8	1,982.9
	Total :	34,255.3	38,421.1	32,242.9	1,34,636.1
	Less : Inter-segment revenue	-	-	-	-
	Total Revenue from continuing operations	34,255.3	38,421.1	32,242.9	1,34,636.1
	Discontinued Operations (Agro Chemicals Division)	2,150.0	2,124.6	3,542.4	11,676.6
	Total Revenue	36,405.3	40,545.7	35,785.3	1,46,312.7
2	Segment Results -				
	Profit / (Loss) before tax and finance cost				
	(a) Pigments	4,443.4	3,436.9	3,985.4	14,740.9
	(c) Others	(132.9)	253.6	(95.2)	296.6
	Total :	4,310.5	3,690.5	3,890.2	15,037.5
	Less : (i) Finance cost	379.5	567.3	588.3	2,377.6
	Profit Before Tax from continuing operations (excluding exceptional items):	3,931.0	3,123.2	3,321.9	12,659.9
	Profit Before Tax from discontinued operations (Agro Chemicals Division)	10.0	(57.5)	207.5	336.0
	Total Profit Before Tax (excluding exceptional items)	3,941.0	3,065.7	3,529.4	12,995.9
3	Capital Employed -				
	Segment Assets:				
	(a) Pigments	1,11,946.0	1,02,886.2	97,560.6	1,02,886.2
	(b) Discontinued Operations (Agro Chemicals)	1,075.0	2,252.4	8,356.3	2,252.4
	(c) Others	1,891.8	2,160.7	2,322.8	2,160.7
	(d) Unallocated	7,951.3	9,317.2	9,853.0	9,317.2
	Total Segment Assets :	1,22,864.1	1,16,616.5	1,18,092.7	1,16,616.5
	Segment Liabilities (excluding deferred tax):				
	(a) Pigments	32,825.7	26,814.8	27,722.1	26,814.8
	(b) Discontinued Operations (Agro Chemicals)	869.6	1,395.4	5,045.7	1,395.4
	(c) Others	702.8	132.3	145.1	132.3
	(d) Unallocated	2,909.6	1,343.7	2,598.9	1,343.7
	Total Segment Liabilities :	37,307.7	29,686.2	35,511.8	29,686.2
	Total Capital Employed :	85,556.4	86,930.3	82,580.9	86,930.3

For Sudarshan Chemical Industries Limited



R. B. Rathi
Managing Director




NOTES :

1. The above Unaudited Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 9th August, 2018
2. The "Limited Review" of the financial results for the quarter ended 30th June, 2018 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, has been carried out by the Statutory Auditors.
3. Exceptional item pertains to the gain (adjusted for the costs directly related to the transaction) from divestment of the Company's holdings in its wholly owned subsidiary, Prescient Color Limited. Owing to this transaction, the profit and earnings per share for the quarter ended 30th June 2018 are not comparable with those of the earlier quarters. The table below explains the impact of this transaction on the profit and earnings per share.

Particulars	Quarter ended		
	30.06.2018	31.03.2018	30.06.2017
Profit before tax and exceptional items from continuing operations	3,931.0	3,123.2	3,321.9
Tax expense excluding tax on exceptional items	1,456.2	836.2	1,117.5
Profit from continuing operations excluding exceptional items	2,474.8	2,287.0	2,204.4
Basic and diluted Earnings per share from continuing operations (excluding exceptional items)	3.6	3.3	3.2
	Not annualised		

4. The Company has entered into a Business Transfer Agreement dated 16th July, 2018 for transfer of its Agro Formulation Brand Business on a going concern basis. The transaction is expected to be closed during the second quarter. Pursuant to the requirements of Ind AS 105 – "Non current assets held for sale and discontinued operations", the Agro Formulation Brand Business has been classified as held for sale / discontinued operations. The results (profit / (loss)) of this business have been presented separately and all previous comparative periods have been aligned to conform to this presentation.
5. (a) Effective 1st April 2018, the Company adopted Ind AS 115 - "Revenue from Contracts with Customers" (which replaces the earlier revenue recognition standards) using the cumulative effect method which is applied to contracts that were not completed as of 1st April 2018. Accordingly, the comparative information is not restated. The adoption of the standard did not have any material impact on the financial results of the Company.
(b) Effective 1st April 2018, the Company adopted Appendix B to Ind AS 21 "Foreign Currency Transactions and Advance Considerations". The application of Appendix B to Ind AS 21 did not have any material impact on the financial results of the Company.
6. In accordance with the requirements of Ind AS, revenue for the quarters ended 30th June, 2018 and 31st March, 2018 and year ended 31st March, 2018 is net of Goods and Service Tax (GST). However, revenue for the quarter ended 30th June, 2017 is inclusive of excise duty. The revenue from operations for the quarter ended 30th June, 2018 and 31st March 2018 are therefore not comparable with the quarter ended 30th June 2017. Following additional information is being provided to facilitate such comparison:

Particulars	Quarter Ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
Revenue from Operations (as published)	33,729.4	37,729.2	31,615.9	132,183.9
Less: Excise duty collected on revenue	-	-	2,268.6	2,268.6
Comparable Revenue from Operations	33,729.4	37,729.2	29,347.3	129,915.3

Similarly, post applicability of GST, the inventory of finished goods as at 30th June, 2018 and 31st March, 2018 and the Changes in inventories of finished goods, work-in-progress and stock-in-trade and Other expenses for the quarter/year ended on these dates do not include provision for excise duty. The Cost of goods sold and Other Expenses (net of excise duty provision) are as follows:

Particulars	Quarter Ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
Cost of materials consumed	23,525.8	21,280.8	19,855.4	76,908.8
Purchase of Stock-in-trade	0.2	12.7	-	18.0
Changes in inventories	(4,167.5)	1,561.5	(3,291.6)	347.6
Cost of goods sold (as published)	19,358.5	22,855.0	16,563.8	77,274.4
Less: Increase / (decrease) in Excise duty provision on finished goods	-	-	(325.0)	(662.3)
Comparable cost of goods sold	19,358.5	22,855.0	16,238.8	76,612.1
Other Expenses (as published)	7,022.0	7,920.6	7,019.2	27,357.5
Less: Increase / (decrease) in Excise duty provision on finished goods	-	-	325.0	662.3
Comparable other expenses	7,022.0	7,920.6	7,344.2	28,019.8

7. The figures for the quarter ended 31st March, 2018 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. The figures up to the end of the third quarter had only been reviewed and not subjected to audit.
8. The aforesaid Audited Financial Results will be uploaded on the Company's website www.sudarshan.com and will also be available on the websites of BSE Limited www.bseindia.com and The National Stock Exchange of India Limited www.nseindia.com for the benefit of shareholders and investors.

For and on behalf of the Board of Directors



[Signature]
R.B.RATHI
MANAGING DIRECTOR

B S R & Associates LLP

Chartered Accountants

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Mundhwa Road, Ghorpadi,
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Fax +91 (20) 6747 7310

To
Board of Directors of Sudarshan Chemical Industries Limited

We have reviewed the accompanying statement of unaudited financial results of Sudarshan Chemical Industries Limited (the 'Company') for the quarter ended 30 June 2018 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Attention is drawn to the fact that the figures for the three months ended 31 March 2018 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

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 results 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* specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. 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.

The comparative financial results for the quarter ended 30 June 2017 included in these financial results have been reviewed by the predecessor auditor whose limited review report dated 10 August 2017 expressed an unmodified conclusion on those financial results.

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 i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Associates LLP
Chartered Accountants
(Firm's Registration No.: 116231 W/W-100024)



Shiraz Vastani
Partner

Membership No. 103334

Place: Pune
Date: 9 August 2018