



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
CIN : L27109TG1985PLC005303

To
The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Date: 14.08.2018
Place: Hyderabad

SUB: Intimation to BSE about outcome of Board Meeting -Reg

Dear Sir / Madam,

With reference to the above cited subject, Board of Directors of the company at their meeting held on Tuesday, 14th August 2018, inter-alia has transacted the following items of agenda:

1. To convene the 32nd Annual General Meeting of the company on Saturday, 29th day of September, 2018 and fixed the book closure dated from 22.09.2018 to 29.09.2018 (both days inclusive) for the purposes of AGM.
2. Considered and approved draft notice of the ensuing Annual General Meeting along with draft Directors report as placed before the meeting.
3. Financial Results with Limited Review report have been approved for quarter ended 30.06.2018.

This is for your information and record.

For Southern Magnesium and Chemicals Limited

(N.Rajender Prasad)
Joint Managing Director & CFO



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UN AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AND YEAR ENDED JUNE 30, 2018

(Amount In Lakhs.)

Particulars	For the Quarter Ended		For Year ended	
	30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
	(Un Audited)	(Audited)	(Un Audited)	(Audited)
I Revenue from operations	1.15	20.41	53.07	161.83
II Other income	0.86	0.85	0.95	3.62
III Total Revenue(I+II)	2.01	21.26	54.02	165.45
IV Expenses				
Cost of materials consumed	-	11.02	63.59	77.99
Change in inventories of finished goods, stock in trade and work in progress	0.38	(0.95)	(33.69)	50.00
Employee benefit Expenses	12.33	13.30	12.72	51.01
Finance costs	3.23	2.68	1.55	9.09
Depreciation and amortisation expenses	1.78	1.80	0.48	4.57
Other expenses	4.09	7.29	16.43	49.02
Total Expenses(IV)	21.81	35.14	61.08	241.68
V Profit before Exceptional items and tax	(19.79)	(13.88)	(7.06)	(76.24)
VI Exceptional items	-	(33.30)	-	(33.30)
VII Tax expense:				
Current tax	-	-	-	-
Deferred tax	-	(1.72)	-	(1.72)
VIII Profit / Loss for the period (VII-VIII)	(19.79)	(45.47)	(7.06)	(107.82)
VIII OTHER COMPREHENSIVE INCOME				
A-(i) Items that will be reclassified to the profit or loss	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-
B-(i) Items that will not be reclassified to the profit or loss				
a) Remeasurement of Defined employee benefit plans	-	-	-	-
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-
Total Other Comprehensive Income (net of taxes)	-	-	-	-
Total Comprehensive Income for The Period	(19.79)	(45.47)	(7.06)	(107.82)
IX Earnings per Equity share-Basic and diluted (Not Annualised)	(0.66)	(1.52)	(0.24)	(3.59)
Weighted average number of equity shares (In no's)	3,000,000	3,000,000	3000000	3,000,000

Notes:

- The unaudited financial results of the Company have been prepared in accordance with the Indian Accounting standards (IND AS) as prescribed under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standard) Rules 2015 (as amended).
- The above results for the quarter ended ~~30th June~~ 2018, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 14th August 2018 and Statutory Auditors have carried out limited review.
- The Company's business activity falls within a single business segment i.e Magnesium in terms of IND AS 108 on operating.
- Consequent to the introduction of Goods and Service Tax (GST) with effect from 1st July 2017, revenues are required to be shown net of GST. The revenues for the earlier period i.e. before 1st July 2017 are shown including excise duty.
- In view of very limited strength of employees, presently working with the Company, the requirements of Ind AS-19 Employee Benefits in respect of gratuity could not be complied with. However provision for gratuity as required under Payment of Gratuity Act has been provided for and is being paid as and when the liability arises.
- The figures of the quarter ended March, 2018 are the balancing figures between audited figures in respect of full financial years upto 31st March, 2018 and the un audited published year to date figures upto 31st December, 2017 being the date of the end of the third quarter of respective year, which are subject to limited review.
- Previous figures have been regrouped or rearranged wherever necessary to confirm current year classification.

For and on behalf of Board of Directors

(N.Rajender Prasad)

Joint Managing Director & CFO

Place : Hyderabad
 Date : 14-08-2018

Southern Magnesium and Chemicals Limited

CIN No.:- L27109TG1985PLC005303

STATEMENT OF PROFIT AND LOSS FOR THE QUARTER YEAR ENDED JUNE 30, 2018

Particulars	Note No.	Amount in ₹			
		As per Previous GAAP	Impact of IndAS	Impact of IndAS for April to	As per IndAS
I. Revenue from Operations	16	115,000	-	-	115,000
II. Other Income	17	86,417	-	-	86,417
III. Total Income (I + II)		201,417	-	-	201,417
IV. Expenses					
Cost of Materials Consumed	18	-	-	-	-
Purchases of Stock-in-Trade		-	-	-	-
Changes in inventories of Stock-In-Trade	19	38,350	-	-	38,350
Employee Benefits Expense	20	1,233,302	-	-	1,233,302
Finance Cost	21	322,648	-	-	322,648
Depreciation and amortisation expense	22	177,665	-	-	177,665
Other expenses	23	407,112	-	1,715	408,827
Total expenses (IV)		2,179,078	-	1,715	2,180,793
V. Profit before exceptional items and tax (III - IV)		(1,977,661)	-	(1,715)	(1,979,376)
VI. Exceptional items (Add/(Less))		-	-	-	-
VII. Profit before tax		(1,977,661)	-	(1,715)	(1,979,376)
VIII. Tax Expenses:					
a. Current Tax					
i. Relating to current		-	-	-	-
b. Deferred tax		-	-	-	-
i. On Temporary		-	-	-	-
Total Tax Expenses (VI)		-	-	-	-
IX. Profit for the period (VII - VIII)		(1,977,661)	-	(1,715)	(1,979,376)
X. Other Comprehensive income					
i. Items that will not be reclassified subsequently to profit or loss		-	-	-	-
ii. Income tax relating to items that will not be reclassified to profit or loss		-	-	-	-
Total Other Comprehensive Income for the period (VIII)		-	-	-	-
XI. Total Comprehensive Income for The Period (VII + VIII)		(1,977,661)	-	(1,715)	(1,979,376)
XII. Earnings per equity share from Continuing operations :	24				
Basic and Diluted (Not Annualised)		(0.66)	-	-	(0.66)

For Southern Magnesium & Chemicals Limited



Joint Managing Director



Limited Review Report – Financial Results

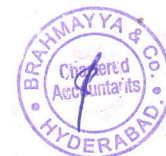
To the Board of Directors of Southern Magnesium and Chemicals Limited,

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SOUTHERN MAGNESIUM AND CHEMICALS LIMITED** ("the Company") for the quarter ended 30th June, 2018 (the "statement") being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial 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 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 from material misstatements. 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.

3. The figures for the quarter ended 30th June, 2017 included in the statement under report were reviewed by another firm of Chartered Accountants, who were the immediate preceding statutory auditors, who expressed an unmodified conclusion thereon. Our conclusion is not modified in respect of the said matter.





Brahmayya & Co.,

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

4. 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 Indian Accounting Standards (Ind AS) and other recognized accounting principles 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 **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Regn No. 000513S



K. Shraavan

(K.SHRAVAN)

Partner

Membership No. 215798

Place : Hyderabad

Date : 14.08.2018