

To,  
Corporate Relations Department  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400 001

**Stovec Industries Ltd.****Regd. Office and Factory :**

N.I.D.C., Near Lambha Village, Post Narol,  
Ahmedabad - 382 405. INDIA.

CIN : L45200GJ1973PLC050790

Telephone : +91 79 61572300  
+91 79 25710407 to 410

Fax : +91 79 25710406 (Corporate)  
+91 79 25710420 (IMD)

E-mail : admin@stovec.com

Reference : Scrip Code No.:- 504959  
Subject : Unaudited Financial Results for the quarter ended March 31, 2019  
Date : May 9, 2019

Dear Sir/Madam,

This is to inform you that the Board of Directors at their meeting held today i.e May 9, 2019 have approved the Unaudited Financial Results of the Company for the quarter ended on March 31, 2019.

As per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the following:

1. Statement of Unaudited Financial Results of the Company for the quarter ended March 31, 2019;
2. Limited Review Report on Unaudited Financial Results of the Company for the quarter ended March 31, 2019, provided by Statutory Auditors, M/s Deloitte Haskins & Sells LLP, Chartered Accountants.

This is to further inform you that the Meeting of Board of Directors of the Company commenced at 14:30 hours and concluded at 16:00 hours.

We request you to take the above on your record.

Thanking you,  
Yours sincerely,

For Stovec Industries Limited



Sanjeev Singh Sengar  
Company Secretary & Compliance Officer



Encl.: As above

**STOVEC INDUSTRIES LIMITED**

Regd. Office: N.I.D.C., Nr. Lambha Village, Post: Narol, Ahmedabad - 382 405, Gujarat, India.

Website: www.stovec.com, e-mail: secretarial@stovec.com, CIN: L45200GJ1973PLC050790,

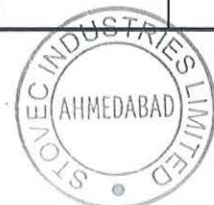
Tel: +91(0)79- 6157 2300, Fax: +91(0)79- 2571 0406.

**Statement of Unaudited Financial Results for the Quarter Ended March 31, 2019**

(Rs. in Million)

Sr. No.	Particulars	Current 3 months ended 31/03/2019	Preceding 3 months ended 31/12/2018	Previous corresponding 3 months ended 31/03/2018	Previous year ended 31/12/2018
		(Unaudited)	Refer Note 2	(Unaudited)	Audited
I	Revenue from operations	372.270	511.710	431.918	1,930.159
II	Other Income	23.407	12.352	15.791	61.267
III	<b>Total Income (I + II)</b>	<b>395.677</b>	<b>524.062</b>	<b>447.709</b>	<b>1,991.426</b>
IV	<b>Expenses</b>				
	a) Cost of materials consumed	228.304	210.063	206.073	889.384
	b) Purchase of stock-in-trade	22.466	7.928	15.276	48.150
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(80.715)	71.086	(35.260)	40.131
	d) Employee benefits expense	47.760	55.004	48.495	208.099
	e) Finance costs	0.166	1.551	0.230	2.269
	f) Depreciation and amortisation expense	11.100	11.230	18.716	52.524
	g) Other expenses	73.623	79.494	84.856	340.405
	<b>Total Expenses</b>	<b>302.704</b>	<b>436.356</b>	<b>338.386</b>	<b>1,580.962</b>
V	<b>Profit Before Exceptional Items and Tax (III - IV)</b>	<b>92.973</b>	<b>87.706</b>	<b>109.323</b>	<b>410.464</b>
VI	Exceptional Items (Refer note 3 & 4)	-	-	103.640	141.081
VII	<b>Profit Before Tax (V + VI)</b>	<b>92.973</b>	<b>87.706</b>	<b>212.963</b>	<b>551.545</b>
VIII	<b>Tax expense</b>				
	a) Current Tax	26.351	21.187	62.564	158.960
	b) Deferred Tax	1.755	(0.089)	(1.353)	(3.055)
IX	<b>Net Profit for the period (VII - VIII)</b>	<b>64.867</b>	<b>66.608</b>	<b>151.752</b>	<b>395.640</b>
X	<b>Other Comprehensive Income ("OCI")</b>				
	Items that will not be reclassified to profit or loss				
	(i) Remeasurements of the defined benefit plans	(0.741)	(1.687)	(0.176)	(2.216)
	(ii) Equity instruments through other comprehensive	(1.030)	0.692	(1.030)	(1.818)
	Income tax relating to items that will not be reclassified to profit or loss	0.516	0.246	0.417	1.131
XI	<b>Total Comprehensive Income for the period (IX + X)</b>	<b>63.612</b>	<b>65.859</b>	<b>150.963</b>	<b>392.737</b>
XII	Paid - Up Equity Share Capital @ Rs.10 face value	20.880	20.880	20.880	20.880
XIII	Reserves (excluding revaluation reserves) as per balance sheet of previous accounting year				1,391.157
XIV	<b>Earnings Per Share of Rs. 10 each (not annualised):</b>				
	a) Basic (Rs.)	31.07	31.90	72.68	189.48
	b) Diluted (Rs.)	31.07	31.90	72.68	189.48






1	The above unaudited financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on May 9, 2019.
2	The figures for the quarter ended 31st December, 2018 are balancing figures between the audited figures in respect of full financial years and the published year to date figures up to the third quarter.
3	The Company had executed Share Purchase Agreement on March 14, 2018 for divestment of 100% equity investment held by the Company in Atul Sugar Screens Private Limited ("Atul") to Veco B.V., for an aggregate consideration of INR 104 Million. Consequent to said divestment, Atul ceased to be subsidiary of the Company w.e.f March 22, 2018. Gain of Rs. 103.640 Million on sale of such investment has been shown as exceptional item in the results for the quarter ended March 31, 2018 and for the year ended on December 31, 2018.
4	During the quarter ended June 30, 2018, the Company had sold certain identified assets of galvanic business. Resultant gain on such sale of assets of INR 37.441 Million has been shown as exceptional items in the results for the year ended December 31, 2018. However, the operations of galvanic business is continued by the Company after entering into the Contract Manufacturing Agreement.
5	Based on the recommendations of the Audit Committee, the Board of Directors of the Company at their meeting held on April 5, 2019, inter-alia approved the proposed acquisition of Service and Spare Parts Business relating to Rotary Printing Equipment, which includes Designs and Drawings, Customer and Supplier Database and other related assets, each of which forms an integral part of the Service and Spare Parts Business ("Service and Spare Parts Business") from SPG Prints B.V., the Holding Company of the Company, subject to the approval of Members in the 45th Annual General Meeting of the Company.  The price for acquisition of Service and Spare Parts Business of SPGPrints B.V. is EURO 2.49 Million (Equivalent to approx. INR 199 Million). The consideration is based on independent valuation report.
6	The Company has aligned its policy of revenue recognition with Ind AS 115 "Revenue from Contracts with customers" which is effective from January 1, 2019. Based on modified retrospective approach and the assessment done by the Company, the adoption of the standard did not have any material impact on retained earnings as on January 1, 2019 and in the financial results during the period.
7	The Company has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (Ind AS 108) read with SEBI circular dated July 5, 2016. Segment composition is as follows: a) "Textile Machinery and Consumables" segment includes Perforated Rotary Screens, Laquer & Auxiliary Chemicals, Digital Ink, Rotary Screen Printing Machine, Engraving Equipment, Components and Spares. b) "Graphics Consumables" segment includes Anilox Rollers, Rotamesh screens and RotaPlate. c) "Galvanic" Segment includes Galvano Consumables.



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Segment wise revenue, results, assets and liabilities are as under:				
Particulars	Current 3 months ended 31/03/2019	Preceding 3 months ended 31/12/2018	Previous corresponding 3 months ended 31/03/2018	Previous year ended 31/12/2018
	(Unaudited)	Refer Note 2	(Unaudited)	Audited
(Rs. in Million)				
<b>Segment Revenue (Sales and Other Operating income from Segments)</b>				
- Textile Machinery and Consumables	278.811	416.446	330.060	1,540.038
- Graphics Consumables	23.843	22.233	24.460	92.871
- Galvanic	69.616	73.031	77.398	297.250
<b>Total</b>	<b>372.270</b>	<b>511.710</b>	<b>431.918</b>	<b>1,930.159</b>
Less : Inter Segment Revenue	-	-	-	-
<b>Net segment revenue</b>	<b>372.270</b>	<b>511.710</b>	<b>431.918</b>	<b>1,930.159</b>
<b>Segment Results (Profit before Finance Costs and Tax)</b>				
- Textile Machinery and Consumables	73.062	80.620	106.503	386.247
- Graphics Consumables	12.253	8.540	10.790	37.836
- Galvanic	14.766	11.133	8.873	41.402
<b>Total Segment Results</b>	<b>100.081</b>	<b>100.293</b>	<b>126.166</b>	<b>465.485</b>
Less : Finance Costs	0.166	1.551	0.230	2.269
Less : Unallocable Expenditure Net of Unallocable Other Income	6.942	11.036	16.613	52.752
<b>Profit Before Exceptional Items and Tax</b>	<b>92.973</b>	<b>87.706</b>	<b>109.323</b>	<b>410.464</b>
Exceptional Items (Refer note 3 & 4)	-	-	103.640	141.081
<b>Profit Before Tax</b>	<b>92.973</b>	<b>87.706</b>	<b>212.963</b>	<b>551.545</b>
<b>Segment Assets</b>				
- Textile Machinery and Consumables	915.733	693.623	870.709	693.623
- Graphics Consumables	28.922	28.013	37.702	28.013
- Galvanic	87.915	57.418	161.838	57.418
- Others / Unallocable	940.162	987.241	585.187	987.241
<b>Total Assets</b>	<b>1,972.732</b>	<b>1,766.295</b>	<b>1,655.436</b>	<b>1,766.295</b>
<b>Segment Liabilities</b>				
- Textile Machinery and Consumables	385.338	264.395	243.277	264.395
- Graphics Consumables	5.606	5.448	11.677	5.448
- Galvanic	5.733	7.728	6.942	7.728
- Others / Unallocable	101.329	76.687	133.519	76.687
<b>Total Liabilities</b>	<b>498.006</b>	<b>354.258</b>	<b>395.415</b>	<b>354.258</b>
<p>8 In accordance with the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statutory Auditors have performed a limited review of Company's unaudited financial results for the quarter ended March 31, 2019.</p> <p>9 Investors can view the unaudited financial results of the company for the quarter ended March 31, 2019 on the company's website <a href="http://www.stovec.com">www.stovec.com</a> or on the website of the BSE <a href="http://www.bseindia.com">www.bseindia.com</a>.</p>				
Place : Ahmedabad Date : May 9, 2019		 <p>For Stovec Industries Ltd. <i>Shan</i> Shailesh Wani Managing Director</p>		



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
STOVEC INDUSTRIES LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **STOVEC INDUSTRIES LIMITED** ("the Company"), for the quarter ended March 31, 2019 ("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 approved by the Board of Directors, 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 issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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. 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. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, 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 DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

*Kartikeya Raval*

Kartikeya Raval  
Partner  
(Membership No. 106189)

Date: 9/5/19  
Place: Ahmedabad