



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

SMCL/BSE/2016-17/136

Dt. 10th Feb 2017
Place: Hyderabad

To,
The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

SUB: Intimation to BSE the outcome of board meeting under Reg 30

Sir,

This Intimation is being given under regulation 30 read with Schedule III Part A of SEBI (LODR), 2015 as part of dissemination of information regarding outcome of the board meeting.

Commencement of Board meeting 11:30 AM.

Conclusion of the meeting 01:00 PM.

g) Financial Results along with Limited review report have been approved for quarter ended 31.12.2016.

Regards

For Southern Magnesium and Chemicals Limited

A handwritten signature in blue ink, appearing to read 'N. Rajender Prasad', is written over the typed name.

N.Rajender Prasad
Joint Managing Director & CFO

SOUTHERN MAGNESIUM AND CHEMICALS LIMITED
Un-audited Financial Results for the 3rd quarter ended 31st Dec 2016

PART - 1		Rupees (lakhs)					
		Quarter Ended			Nine Months Ended		31.03.2016
		31.12.16	30.09.16	31.12.15	31.12.16	31.12.15	
Particulars	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited	
						Rs.	
1	Income from operations						
	(a) Net Sales / Income from operations (Net of excise duty)	284.66	138.35	62.13	537.74	234.22	321.43
	(b) Other operating Income	1.34	0.00	0.00	1.34	0.00	0
	Total income from operations (net)	286.00	138.35	62.13	539.08	234.22	321.43
2	Expenses						
	a) Cost of raw materials consumed	60.04	84.33	10.69	226.68	91.52	207.15
	b) Changes in inventories of finished goods and work-in-progress	48.75	(52.84)	14.55	(41.85)	-21.30	(117.03)
	c) Employee benefits expense	12.77	12.13	11.37	37.05	34.20	46.28
	d) Depreciation and amortization expense	0.43	0.43	0.43	1.30	1.29	1.73
	e) Other Expenses	14.60	15.35	5.49	41.96	25.44	32.47
	Total Expenses	136.59	59.40	42.53	265.14	131.15	170.60
3	Profit/ (Loss) from operations before other income & finance exceptional items (1-2)	149.41	78.95	19.60	273.94	103.07	150.83
4	Other Income	1.14	1.32	0.38	3.07	0.66	2.66
5	Profit/ (Loss) before finance & exceptional items (3+4)	150.55	80.27	19.98	277.01	103.73	153.50
6	Finance Cost	1.44	2.67	2.89	6.82	7.08	9.46
7	Profit/(Loss) after financial but before exceptional items (5-6)	149.11	77.60	17.09	270.19	96.65	144.03
8	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
9	Profit/ (Loss) from ordinary activities before Tax (7+8)	149.11	77.60	17.09	270.19	96.65	144.03
10	Tax expense	49.00	-26.39	0.00	89.00	0.00	49.69
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	100.11	51.21	17.09	181.19	96.65	94.34
12	Extraordinary items	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit/ (Loss) for the period (11-12)	100.11	51.21	17.09	181.19	96.65	94.34
14	No of . Equity shares	300	300	300	300	300	300
15	Paid up equity Share Capital (Rs.10/- Share Face value)	10	10	10	10	10	10
16	Earnings per Share (EPS) (in rupees)						
	a) Basic and diluted EPS. Rs.(before extraordinary items).	3.34	1.71	0.57	6.04	3.22	3.14
	b) Basic and diluted EPS. Rs.(after Extraordinary items for the)	3.34	1.71	0.57	6.04	3.22	3.14

PART - 2

A. Particulars of Shareholding

S.no	PARTICULARS	Quarter Ended			Nine months Ended		31.03.2016
		31.12.16	30.09.16	31.12.15	31.12.16	31.12.15	
		Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	
1	Public Share holding						
	- Number of shares	1,301,200	1,301,200	1,301,200	1,301,200	1,301,200	1,301,200
	- percentage of share holding	43.35%	43.35%	43.35%	43.35%	43.35%	43.35%
2	Promoters and Promoter Group Shareh	1,698,800	1,698,800	1,698,800	1,698,800	1,698,800	1,698,800
	a) Pledge / encumbered						
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share Capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	-Number of Shares	1,698,800	1,698,800	1,698,800	1,698,800	1,698,800	1,698,800
	- 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)	56.65%	56.65%	56.65%	56.65%	56.65%	56.65%

B. Investor Complaints

S.no	Particulars	Quarter ended 31.12.2016
1	Pending at the beginning of the quarter	Nil
2	Received during the quarter	1
3	Disposed of during the quarter	1
4	Remaining unresolved at the end of the quarter	Nil

1.Figures for the previous quarters/reporting periods have been regrouped to conform with the requirements of the revised Schedule -VI to the Companies Act, 19546

Sd/-

Place : Hyderabad
Date : 10.02.2017

(N.Rajender Prasad)
Jt.Managing Director

- The above results have been subjected to Limited review by the Auditor of the Company
- Sales figures are net of duties and taxes
- The above financial results have been taken on record by the Board of Directors at the meeting held on 10.02.2017
- There are no pending shareholders complaints
- The company has not adopted AS-15 Employee Benefits issued by ICAI for providing its liability towards employee benefits. The impact on the above results due to non - adoption of AS-15 "Employee Benefits" could not be ascertained.



TO
THE BOARD OF DIRECTORS,
SOUTHERN MAGNESIUM AND CHEMICALS LIMITED,
HYDERABAD.

REVIEW REPORT ON FINANCIAL INFORMATION OF SOUTHERN MAGNESIUM AND CHEMICALS LIMITED FOR THE QUARTER ENDED 31st December 2016 TO BE SUBMITTED TO STOCK EXCHANGES.

1. We have reviewed the accompanying statement of unaudited financial results of **SOUTHERN MAGNESIUM AND CHEMICALS LIMITED**, 6-3-666/B, 5th Floor, Deccan Chambers, Somajiguda, Hyderabad – 500 082, Telangana ("the Company") for the Quarter ended 31st December, 2016 being submitted by the Company pursuant to the regulation 33 of SEBI (Listing Obligations and Disclosure) requirements 2015. This statement is responsibility of companies Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

2. We conducted our review in accordance with 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 financial statements are free of material misstatements. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

The Company has not adopted and complied with the requirements of AS-15 'Employee Benefits' in respect of the Gratuity liability, which constitutes a departure from the Accounting standards referred to in section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. In view of this the liability of the company in this regard could not be ascertained. Consequently, we are unable to comment about the impact of this on the profit for the quarter ended 30th September 2016, income tax and shareholder's funds.





Conclusion

3. 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 specified under section 133 of the Companies Act 2013 read with Rule 7 of Companies (Accounts) Rules 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of regulation 33 of SEBI (Listing Obligations and Disclosure) requirements 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K.S.RAO & CO.,
Chartered Accountants
Firm's Regn. No. 0031095

M. N. Prasad
(Naga Prasad Muvva)
Partner
Membership No. 231388



Place : Hyderabad
Date : 10.02.2017