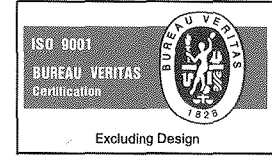


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STOVEC[®]



The Secretary
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 30412300

+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 and six months ended
June 30, 2018**

Date : August 9, 2018

Dear Sir/Madam,

This is to inform you that the Board of Directors at their meeting held today i.e August 9, 2018 have approved and taken on record the Standalone Unaudited Financial Results of the Company for the quarter ended on June 30, 2018.

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

1. Statement of Standalone Unaudited Financial Results of the Company for the quarter and six months ended June 30, 2018;
2. Limited Review Report on Standalone Unaudited Financial Results of the Company for the quarter ended June 30, 2018, provided by our 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 11:00 hours and concluded at 13:30 hours.

We request you to take the above on your record.

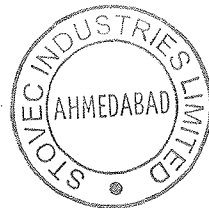
Thanking you,

Yours sincerely,

For Stovec Industries Limited

Varsha Adhikari

Company Secretary & General Manager – Finance & Legal



Encl.: As above

STOVEC INDUSTRIES LIMITED

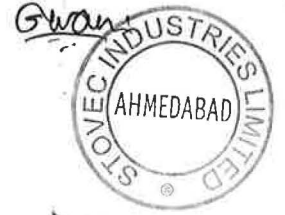
Regd. Office: N.I.D.C., Nr. Lambha Village, Post: Narol, Ahmedabad - 382 405, Gujarat, India.

Website: www.stovec.com, e-mail: secretarial@stovec.com, CIN: L45200GJ1973PLC050790, Tel: +91(0)79- 6157 2300, Fax: +91(0)79- 2571 0406

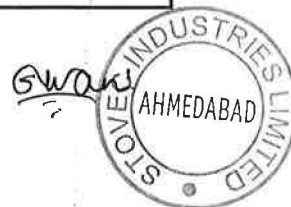
Statement of Unaudited Financial Results for the Quarter and Six Months Ended June 30, 2018

(Rs. in Million)

Sr. No.	Particulars	Current 3 months ended 30/06/2018	Preceding 3 months ended 31/03/2018	Previous corresponding 3 months ended 30/06/2017	Current 6 months ended 30/06/2018	Previous corresponding 6 months ended 30/06/2017
		(Unaudited)	(Unaudited)	(Refer Note 3)	(Unaudited)	(Refer Note 3)
I	Revenue from operations	529.018	431.918	621.021	960.936	1,147.804
II	Other Income	14.067	15.791	8.512	29.858	18.148
III	Total Income (I + II)	543.085	447.709	629.533	990.794	1,165.952
IV	Expenses					
	a) Cost of materials consumed	238.697	206.073	281.941	444.770	571.478
	b) Purchase of stock-in-trade	11.476	15.276	51.092	26.752	89.049
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	20.654	(35.260)	23.842	(14.606)	(10.310)
	d) Employee benefits expense	51.675	48.495	49.803	100.169	95.682
	e) Finance costs	0.144	0.230	0.366	0.374	0.675
	f) Depreciation and amortisation expense	11.799	18.716	13.775	30.515	26.912
	g) Other expenses	95.125	84.856	81.158	179.982	153.839
	Total Expenses	429.570	338.386	501.977	767.956	927.325
V	Profit Before Exceptional Items and Tax (III - IV)	113.515	109.323	127.556	222.838	238.627
VI	Exceptional Items (Refer note 4 & 5)	37.441	103.640	-	141.081	-
VII	Profit Before Tax (V + VI)	150.956	212.963	127.556	363.919	238.627
VIII	Tax expense					
	a) Current Tax	45.273	62.564	43.959	107.837	83.440
	b) Deferred Tax	(1.247)	(1.353)	0.242	(2.600)	(0.325)
IX	Net Profit for the period (VII - VIII)	106.930	151.752	83.355	258.682	155.512
X	Other Comprehensive Income ("OCI")					
	Items that will not be reclassified to profit or loss	(0.185)	(1.206)	(2.528)	(1.391)	(3.363)
	Income tax relating to items that will not be reclassified to profit or loss	(0.012)	0.417	0.875	0.405	1.164
XI	Total Comprehensive Income for the period (IX + X)	106.733	150.963	81.702	257.696	153.313
XII	Earnings Per Share of Rs. 10 each (not annualised):					
	a) Basic (Rs.)	51.21	72.68	39.92	123.89	74.48
	b) Diluted (Rs.)	51.21	72.68	39.92	123.89	74.48



Notes:	
1. The Statement of Assets and Liabilities as at June 30, 2018.	
	(Rs. in Million)
Particulars	As at June 30, 2018 (Unaudited)
ASSETS	
Non-current assets	
(a) Property, Plant and Equipment	287.177
(b) Capital work-in-progress	9.960
(c) Other Intangible assets	3.651
(d) Financial Assets	
(i) Investments	11.861
(ii) Other financial assets	43.809
(e) Other non-current assets	0.280
	356.738
Current assets	
Current investments	
(a) Inventories	364.892
(b) Financial assets	
(i) Trade receivables	321.340
(ii) Cash and cash equivalents	233.847
(iii) Bank balances other than (ii) above	290.001
(iv) Other financial assets	8.630
(c) Other current assets	60.621
	1279.331
Total Assets	1636.069
EQUITY AND LIABILITIES	
Equity	
(a) Equity share capital	20.880
(b) Other equity	1256.109
	1276.989
Liabilities	
Non-current liabilities	
(a) Financial liabilities	
(i) Other financial liabilities	8.409
(b) Provisions	11.071
(c) Deferred tax liabilities (Net)	6.519
	25.999
Current liabilities	
(a) Financial liabilities	
(i) Trade and other payables	211.842
(ii) Other financial liabilities	8.001
(b) Other current liabilities	70.685
(c) Provisions	42.553
	333.081
Total Liabilities	359.080
Total Equity and Liabilities	1636.069



2 The above unaudited financial results were reviewed and recommended by the Audit Committee. The same was approved by the Board of Directors of the Company at its meeting held on August 09, 2018.

3 The Company has adopted Indian Accounting Standards ("Ind AS") as notified by the Ministry of Corporate Affairs, from January 1, 2018 and accordingly the results for the quarter and six months ended June 30, 2018 are in compliance with Ind AS. Consequently, the results for the quarter and six months ended June 30, 2017 have been restated to comply with Ind AS to make them comparable. These financial results have been prepared in accordance with Ind AS prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and in terms of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The Company has opted to avail the relaxation provided by Securities and Exchange Board of India ('SEBI') in respect of disclosure requirements of corresponding figures for the earlier periods. Reconciliation of profit between Ind AS and previous Indian GAAP (IGAAP) for the quarter and six months ended June 30, 2017 is as under:

Particulars	(Refer Note Below)	3 Months ended June 30, 2017	6 Months ended June 30, 2017
Net Profit after tax as per IGAAP		82.979	154.759
i) Employee benefits expense - Acturial loss reclassified under OCI	a)	0.575	1.151
ii) Impact of deferred and current taxes in respect of the above adjustment		(0.199)	(0.398)
Net Profit for the period under Ind AS (before OCI)		83.355	155.512
iii) Employee benefits expense - Acturial loss reclassified under OCI		(0.575)	(1.151)
iv) Gain / (Loss) on fair valuation of investments	b)	(1.953)	(2.212)
v) Impact of deferred and current taxes in respect of the above adjustments		0.875	1.164
Total Comprehensive Income for the period		81.702	153.313

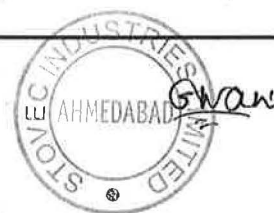
a) Employee benefits: Actuarial gains and losses are reclassified under OCI.
 b) The Company has valued its equity investments (other than investment in subsidiary) at fair value. The impact of fair value changes as on date of transition is recognized in opening reserves and changes thereafter are recognized in OCI.

4 The Company has executed Share Purchase Agreement on March 14, 2018 for divestment of 100% equity investment held by the Company in Atul Sugar Screens Private Limited to Veco B.V., for an aggregate consideration of INR 104 Million. Consequent to said divestment, Atul Sugar Screens Private Limited ceased to be subsidiary of the Company w.e.f March 22, 2018. Gain on sale of such investment of INR 103.640 Miliion has been shown as exceptional item in the results for the quarter ended March 31, 2018.

5 During the quarter, the Company has 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 quarter ended June 30, 2018. However, the operations of galvanic business is continued by the Company after entering into the Contract Manufacturing Agreement.

6 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.



Segment wise revenue, results, assets and liabilities are as under:

(Rs. in Million)

Particulars	Current 3 months ended 30/06/2018	Preceding 3 months ended 31/03/2018	Previous corresponding 3 months ended 30/06/2017	Current 6 months ended 30/06/2018	Previous corresponding 6 months ended 30/06/2017
	(Unaudited)	(Unaudited)	(Refer Note 3)	(Unaudited)	(Refer Note 3)
Segment Revenue (Sales and Other Operating income from Segments)					
- Textile Machinery and Consumables	434.401	330.060	576.794	764.461	1,025.881
- Graphics Consumables	22.243	24.460	23.073	46.703	47.283
- Galvanic	72.374	77.398	21.154	149,772	74.640
Total	529.018	431.918	621.021	960.936	1,147.804
Less : Inter Segment Revenue	-	-	-	-	-
Net segment revenue	529.018	431.918	621.021	960.936	1,147.804
Segment Results (Profit before Finance Costs and Tax)					
- Textile Machinery and Consumables	114.403	106.503	126.928	220.907	236.712
- Graphics Consumables	8.876	10.790	10.836	19.666	22.236
- Galvanic	43.794	8.873	(5.529)	52.667	(8.817)
Total Segment Results	167.073	126.166	132.235	293.240	250.131
Less : Finance Costs	0.144	0.230	0.366	0.374	0.675
Less : Unallocable Expenditure Net of Unallocable Other Income	15.973	(87.027)	4.313	(71.053)	10.829
Profit before Tax	150.956	212.963	127.556	363.919	238.627
Segment Assets					
- Textile Machinery and Consumables	836.414	870.709	783.935	836.414	783.935
- Graphics Consumables	34.284	37.702	35,184	34.284	35,184
- Galvanic	81.816	161.838	195.969	81.816	195.969
- Others / Unallocable	683.555	585.187	428.386	683.555	428.386
Total Assets	1,636.069	1,655.436	1,443.474	1,636.069	1,443.474
Segment Liabilities					
- Textile Machinery and Consumables	212.528	243.277	325.062	212.528	325.062
- Graphics Consumables	4.405	11.677	6.158	4.405	6.158
- Galvanic	1.825	6.942	6.224	1.825	6.224
- Others / Unallocable	140.322	133.519	96.547	140.322	96.547
Total Liabilities	359.080	395.415	433.991	359.080	433.991

7 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 standalone unaudited financial results for the quarter and six months ended June 30, 2018.

8 Investors can view the unaudited financial results of the company for the quarter and six months ended June 30, 2018 on the company's website www.stovec.com or on the website of the BSE www.bseindia.com.

 Place : New Delhi
 Date : August 9, 2018


For Stovec Industries Ltd.

 Shailesh Wani
 Managing Director


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 and six months ended June 30, 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, 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)



Karamsad, August 9, 2018