

The financial details of Pennar Engineered Building Systems Limited ('First Transferor Company') for the previous 3 years as per the audited statement of Accounts and limited review results for period ended 30 September 2017:

Name of the Company: Pennar Engineered Building Systems Limited

(Rs. in Lacs)

	6 months ended 30 September 2017 as per limited review report	As per last Audited Financial Year 2016-17	1 year prior to the last Audited Financial Year 2015-16	2 years prior to the last Audited Financial Year 2014-15
Equity Paid up Capital	34,27	34,27	34,27	2,767
Reserves and surplus	20,864	20,227	17,787	9,885
Carry forward losses	-	-	-	-
Net Worth	24,291	23,654	21,214	12,956*
Miscellaneous Expenditure	-	-	-	-
Secured Loans	9,329	5,539	5,476	4,057
Unsecured Loans	-	-	-	-
Fixed Assets	6,159	6,694	6,682	6,530
Income from Operations	26,176	50,258	44,692	44,515
Total Income	26,532	50,829	44,878	45,128
Total Expenditure	25,485	47,456	39,940	41,802
Profit before Tax	1,047	3,373	4,938	3,326
Profit after Tax	711	2,440	3,016	2,191
Cash profit	1,006	2,986	3,628	2,776
EPS (in Rs.)	2.07	7.12	9.47	8.57
Book value per share (in Rs.)	70.87	69.01	61.89	45.72

*Net worth for Financial Year 2014-15 includes preference paid up capital of INR 304 Lacs

Notes:

1. Net Worth = Paid-up Share Capital + Reserves and surplus
2. Cash Profit = Profit after Tax + Depreciation
3. Book value per share = (Total Assets - Total Liabilities)/Total outstanding equity shares

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CIN: U45400AP2008PLC057182



The financial details of Pennar Enviro Limited ('First Transferor Company') for the previous 3 years as per the audited statement of Accounts and unaudited provisional financial statements for the period ended 30 September 2017:

Name of the Company: Pennar Enviro Limited

	6 months ended 30 September 2017 (audited)	(Rs. in Lacs)		
		As per last Audited Financial Year 2016-17	1 year prior to the last Audited Financial Year 2015-16	2 years prior to the last Audited Financial Year 2014-15
Equity Paid up Capital	837	837	837	837
Reserves and surplus	364	338	168	23
Carry forward losses		-	-	-
Net Worth	1201	1,175	1,005	860
Miscellaneous Expenditure	177	227	330	434
Secured Loans	727	596	510	343
Unsecured Loans	2500	2,500	1,350	-
Fixed Assets	387	383	400	411
Income from Operations	4626	11,096	9,694	2,726
Total Income	4626	11,105	9,710	2,737
Total Expenditure	4501	10,893	9,364	2,723
Profit before Tax	125	212	346	14
Profit after Tax	99	169	145	11
Cash profit	110	190	169	39
EPS (in Rs.)	2.37	2.03	1.74	0.13
Book value per share (in Rs.)	14.35	14.04	12.01	10.28

Notes:

1. Net Worth = Paid-up Share Capital + Reserves and surplus
2. Cash Profit = Profit after Tax + Depreciation
3. Book value per share = (Total Assets – Total Liabilities) / Total outstanding equity shares

Aditya K. Rao



Pennar Enviro Limited

An ISO 9001 : 2015 Certified Company

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Regd. Office & Works : 186/A, IDA Mallapur, Hyderabad - 500 076, Telangana State, India CIN: U74900TG2008PLC058171



PENNAR INDUSTRIES LIMITED

The financial details of Pennar Industries Limited ('Transferee Company') for the previous 3 years as per the audited statement of Accounts and limited review results for period ended 30 September 2017:

Name of the Company: Pennar Industries Limited

(Rs. in Lacs)

	6 months ended 30 September 2017 as per limited review report	As per last Audited Financial Year	1 year prior to the last Audited Financial Year	2 years prior to the last Audited Financial Year
		2016-17	2015-16	2014-15
Equity Paid up Capital	6,017	6,017	6,017	6,017
Reserves and surplus	32,466	32,329	29,572	27,119
Carry forward losses	-	-	-	-
Net Worth	36,828	35,396	32,390	30,244
Miscellaneous Expenditure	-	-	-	-
Secured Loans	15,826	12,005	15,904	11,618
Unsecured Loans	1,291	2,304	2,304	2,304
Fixed Assets	25,599	22,237	21,679	21,533
Income from Operations	60,611	98,770	87,143	82,821
Total Income	60,779	99,119	87,374	82,936
Total Expenditure	57,933	94,333	83,215	79,599
Profit before Tax	2,846	4,786	4,159	3,337
Profit after Tax	1,425	3,006	2,702	2,133
Cash profit	2,785	4,569	3,998	3,949
EPS (in Rs.)	1.18	2.50	2.25	1.77
Book value per share (in Rs.)	31.98	31.86	29.57	27.76

Notes:

1. Net Worth = Paid-up Share Capital + Reserves and surplus
2. Cash Profit = Profit after Tax + Depreciation
3. Book value per share = (Total Assets – Total Liabilities)/Total outstanding equity shares

Aditya Rao



Manufacturers of Cold Roll Formed Sections, Cold Rolled Steel Strips, Metal Crash Barriers, Industrial Components, ERW and Precision Tubes, Solar Mounting Structures & Hydraulic Cylinders

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 CIN No: L27109AP1975PLC001919



PENNAR INDUSTRIES LIMITED
Statement of Unaudited Standalone Financial Results for the Quarter and Half year ended September 30, 2017

S.No	Particulars	Rs. in Lakhs				
		Quarter ended			Half year ended	
		30 Sep 2017	30 Jun 2017	30 Sep 2016	30 Sep 2017	30 Sep 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income					
a	Revenue from Operations (Refer Note 4)	28,550	32,061	26,984	60,611	50,188
b	Other Income	111	57	195	168	302
	Total Income	28,661	32,118	27,179	60,779	50,490
2	Expenses					
a	Cost of materials consumed	17,667	22,108	16,374	39,775	31,430
b	Changes in inventories of Finished goods, work in progress and stock in trade	2,308	(1,055)	1,055	1,253	361
c	Excise duty (Refer Note 4)	-	2,117	2,003	2,117	4,026
d	Employee benefits expenses	1,665	1,690	1,485	3,355	2,943
e	Finance Cost	1,013	894	795	1,907	1,632
f	Depreciation and amortisation expense	348	292	418	640	714
g	Other Expenses	4,326	4,560	3,948	8,886	7,537
	Total Expenses	27,327	30,606	26,078	57,933	48,643
3	Profit before tax (1-2)	1,334	1,512	1,101	2,846	1,847
4	Tax expense					
a	Current Tax	187	514	339	701	576
b	Deferred Tax	375	345	214	720	293
	Total Tax Expense	562	859	553	1,421	869
5	Net Profit for the period (3-4)	772	653	548	1,425	978
6	Other Comprehensive Income (net of Tax)					
	(i) Items that will not be reclassified to profit or loss in subsequent periods - remeasurement of defined benefit plan	(25)	-	(53)	(25)	(53)
	(ii) Income tax relating to the above	6	-	13	6	13
	Total Other Comprehensive Income	(19)	-	(40)	(19)	(40)
7	Total Comprehensive Income (5+6)	753	653	508	1,406	938
8	Paid up Equity Share Capital (Face value of Rs. 5/- share)	6,017	6,017	6,017	6,017	6,017
9	Earnings per Share					
	Basic and Diluted Earnings per Rs. 5/- share (not annualised) (in Rs.)	0.64	0.54	0.45	1.18	0.81



Atty. S. Rao



Notes:

1 Balance sheet as at September 30, 2017

		Rs in lakhs
S.No.	Particulars	As at Sept 30, 2017
1	ASSETS	
	Non-current assets	
a	Property, Plant and Equipment	24,221
b	Capital work in progress	285
c	Other Intangible Assets	1,093
d	Financial Assets	
	(i) Investments	7,161
e	Other Non current assets	532
	Total Non current assets	33,292
	Current assets	
a	Inventories	19,257
b	Financial assets	
	(i) Trade Receivables	26,548
	(ii) Cash and cash equivalents	3,424
	(iii) Other financial assets	8,272
c	Other current assets	458
	Total current assets	57,959
	Total assets	91,251
2	EQUITY AND LIABILITIES	
	Equity	
a	Equity Share Capital	6,017
b	Other equity	32,466
	Total Equity	38,483
	LIABILITIES	
	Non-Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	8,190
b	Deferred tax Liabilities (Net)	3,353
c	Provisions	180
	Total Non-Current Liabilities	11,723
	Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	8,927
	(ii) Trade Payables	25,178
b	Provisions	782
c	Other current liabilities	6,158
	Total Current Liabilities	41,045
	Total Equity and Liabilities	91,251



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2. The above unaudited standalone financial results were reviewed and recommended by the Audit Committee at their meeting held on November 09, 2017 and approved by the Board of Directors at their meeting held on November 10, 2017.

3(a). The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 with transition date of April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 - Interim financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.

3(b). Pursuant to the SEBI circular CIR/CFD/FAC/62/2016 dated July 05, 2016, the published figures for the quarter and half year ended September 30, 2016 have been recast to Ind AS to the extent applicable to the Company.

3(c). The reconciliation of the financial results for the quarter and half year ended September 30, 2016 to those reported under previous Generally Accepted Accounting Principles ("GAAP") is summarised as follows:

S.No	Particulars	Rs in Lakhs	
		Quarter ended 30 Sep, 2016	Half Year ended 30 Sep, 2016
	Net Profit after tax as reported under previous GAAP	644	1,079
i.	Recognition of Financial Instruments using effective interest rate	(18)	(25)
ii.	Reversal of amount charged to statement of profit and loss from revaluation reserve	(125)	(125)
iii.	Actuarial loss on employee benefits expenses reclassified to Other Comprehensive Income (OCI)		
		53	53
iv.	Tax Adjustments	(6)	(4)
	Net Profit after tax as per Ind-AS before OCI	548	978
	Other Comprehensive Income (Net of Tax)	(40)	(40)
	Total Comprehensive Income as per Ind-AS	508	938

3(d). The financial results for the quarter and half year ended September 30, 2016 and the reconciliation statement thereof presented above have not been reviewed by the statutory auditors and are presented based on the information compiled by the management.

3(e) Submission of Ind AS compliant financial results for the year ended March 31, 2017 not being mandatory, the unaudited financial results for the year ended March 31, 2017 and the Balance Sheet as at March 31, 2017 are not disclosed.

4. The Government of India introduced the Goods & Services Tax (GST) with effect from July 01, 2017. Accordingly, in compliance with Indian Accounting Standards (Ind AS) 18 - 'Revenue', Revenue from Operations for the quarter ended September 30, 2017 is provided net of GST. Revenue from Operations of earlier periods included excise duty which is now subsumed in GST. Revenue from Operations for the half year ended September 30, 2017 includes excise duty upto June 30, 2017.

5. These unaudited standalone financial results may require adjustments before constituting the final standalone Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.

6. The Company is engaged in the manufacture of various steel products, which in the context of Ind AS 108 - Operating Segment, specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the Company.

7. Comparative figures have been regrouped or reclassified, wherever necessary.

Place : Hyderabad
Date : November 10, 2017



By order of the Board

Aditya N Rao

Aditya N Rao
Vice Chairman and Managing Director

Aditya N Rao





PENNAR INDUSTRIES LIMITED
Statement of Unaudited Consolidated Financial Results for the Quarter and Half year ended September 30, 2017

(Rs. In Lakhs)

S.No	Particulars	Quarter Ended			Half year ended	
		30 Sep 2017	30 Jun 2017	30 Sep 2016	30 Sep 2017	30 Sep 2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income					
a	Revenue from Operations (Refer Note 4)	42,250	45,792	40,712	88,042	74,348
b	Other Income	386	212	388	598	591
	Total Income	42,636	46,004	41,100	88,640	74,939
2	Expenses					
a	Cost of materials consumed	22,742	31,453	22,033	54,195	43,439
b	Changes in inventories of Finished goods, work in progress and stock in trade	4,006	(4,904)	599	(898)	(3,569)
c	Excise duty (Refer Note 4)	-	3,035	3,017	3,035	5,983
d	Employee benefits expenses	2,872	2,954	2,608	5,826	5,146
e	Finance Cost	1,739	1,561	1,380	3,300	2,765
f	Depreciation and amortisation expense	721	632	771	1,353	1,447
g	Other Expenses	8,533	8,840	8,475	17,373	15,750
	Total Expenses	40,613	43,571	38,883	84,184	70,961
3	Profit before tax (1-2)	2,023	2,433	2,217	4,456	3,978
4	Tax expense					
a	Current Tax	426	726	737	1,152	1,288
b	Deferred Tax	348	403	235	751	451
	Total Tax expense	774	1,129	972	1,903	1,739
5	Net Profit for the period (3-4)	1,249	1,304	1,245	2,553	2,239
6	Other Comprehensive Income (net of Tax)					
	(i) Items that will not be reclassified to profit or loss in subsequent periods - remeasurement of defined benefit plan	(25)	-	(52)	(25)	(52)
	(ii) Income tax relating to the above	6	-	13	6	13
	Total Other Comprehensive Income	(19)	-	(39)	(19)	(39)
7	Total Comprehensive Income (5+6)	1,230	1,304	1,206	2,534	2,200
i	Net Profit Attributable to:					
a	Owners of the Company	1,048	1,069	932	2,117	1,708
b	Non Controlling Interest	201	235	313	436	531
ii.	Other Comprehensive Income Attributable to:					
a	Owners of the Company	(19)	-	(39)	(19)	(39)
b	Non Controlling Interest	-	-	-	-	-
iii.	Total Comprehensive Income Attributable to:					
a	Owners of the Company	1,029	1,069	893	2,098	1,669
b	Non Controlling Interest	201	235	314	436	531
8	Paid up Equity Share Capital					
	(Face value of Rs. 5/- per equity share)	6,017	6,017	6,017	6,017	6,017
9	Earnings per Share					
	Basic and Diluted Earnings per Rs. 5/- share (not annualised) (Rs.)	0.87	0.89	0.77	1.76	1.42



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Notes:

1 Consolidated Balance Sheet as at September 30, 2017

S.No.	Particulars	Rs in lakhs As at Sept 30, 2017
1	ASSETS	
	Non-current assets	
a	Property, Plant and Equipment	44,429
b	Capital work in progress	577
c	Other Intangible Assets	1,668
d	Goodwill	3,499
e	Financial Assets	
	(i) Investments	873
	(ii) Trade Receivables	1,267
	(iii) Other Financial Assets	223
f	Other Non current assets	1,536
	Total Non current assets	54,072
	Current assets	
a	Inventories	40,916
b	Financial assets	
	(i) Investments	3,233
	(ii) Trade Receivables	43,542
	(iii) Cash and cash equivalents	5,549
	(iv) Other Financial Asset	2,155
c	Other current assets	14,335
	Total current assets	1,09,730
	Total assets	1,63,802
2	EQUITY AND LIABILITIES	
	Equity	
a	Equity Share Capital	6,017
b	Other equity	49,931
c	Non Controlling Interest	11,082
	Total Equity	67,030
	LIABILITIES	
	Non-Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	15,063
	(ii) Other Financial liabilities	775
b	Deferred tax Liabilities (Net)	4,017
c	Long term Provisions	412
	Total Non-Current Liabilities	20,267
	Current Liabilities	
a	Financial Liabilities	
	(i) Borrowings	21,770
	(ii) Trade Payables	38,980
	(iii) Other Financial Liabilities	118
b	Other current liabilities	14,722
c	Short Term Provisions	915
	Total Current Liabilities	76,505
	Total Equity and Liabilities	1,63,802



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2. The above unaudited consolidated financial results were reviewed and recommended by the Audit Committee at their meeting held on November 09, 2017 and approved by the Board of Directors at their meeting held on November 10, 2017.

3(a). The Company and its subsidiaries adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 with transition date of April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 - Interim financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.

3(b). Pursuant to the SEBI circular CIR/CFD/FAC/62/2016 dated July 05, 2016, the published figures for the quarter and half year ended September 30, 2016 have been recast to Ind AS to the extent applicable to the Company.

3(c). The reconciliation of the financial results for the quarter and half year ended September 30, 2016 to those reported under previous Generally Accepted Accounting Principles ("GAAP") is summarised as follows:

S.No	Particulars	Rs in Lakhs	
		Quarter ended 30 Sep, 2016	Half year ended 30 Sep, 2016
	Net Profit after tax as reported under previous GAAP	1,322	2,324
i.	Recognition of Financial Instruments using effective interest rate	(5)	(13)
ii.	Reversal of amount charged to statement of profit and loss from revaluation reserve	(125)	(125)
iii.	Actuarial loss on employee benefits expenses reclassified to Other Comprehensive Income (OCI)	53	54
iv.	Others	8	7
v.	Tax Adjustments	(8)	(8)
	Net Profit after tax as per Ind-As before OCI	1,245	2,239
vi.	Other Comprehensive Income (Net of Tax)	(39)	(39)
	Total Comprehensive Income after tax as per Ind-AS	1,206	2,200

3(d). The financial results for the quarter and half year ended September 30, 2016 and the reconciliation statement thereof presented above have not been reviewed by the statutory auditors and are presented based on the information compiled by the management.

3(e). Submission of Ind AS compliant financial results for the year ended March 31, 2017 not being mandatory, the unaudited financial results for the year ended March 31, 2017 and the Balance Sheet as at March 31, 2017 are not disclosed.

4. The Government of India introduced the Goods & Services Tax (GST) with effect from July 01, 2017. Accordingly in compliance with Indian Accounting Standards (Ind AS) 18 - 'Revenue', Revenue from Operations for the quarter ended September 30, 2017 is provided net of GST. Revenue from Operations of earlier periods included excise duty which is now subsumed in GST. Revenue from Operations for the half year ended September 30, 2017 includes excise duty upto June 30, 2017.

5. The consolidated financial results include the results of the following group companies:

S.No.	Name of the Company	Country of Incorporation	Nature of relationship	% Holding
1	Pennar Engineered Building Systems Limited	India	Subsidiary	53.98%
2	Pennar Enviro Limited	India	Subsidiary	51.03%
3	Pennar Renewables Private Limited	India	Subsidiary	80.69%

6. The company is engaged in the manufacture of various steel products, which in the context of Ind AS 108 - Operating Segment, specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the Company.

7. These unaudited consolidated financial results may require adjustments before constituting the final consolidated Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA/ICAI or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.

8. Comparative figures have been regrouped or reclassified, wherever necessary.

Place : Hyderabad
Date : November 10, 2017



By order of the Board

Aditya N Rao

Aditya N Rao
Vice Chairman and Managing Director

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

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

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **PENNAR INDUSTRIES LIMITED** ("the Company"), for the Quarter and Half-Year ended September 30, 2017 ("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.

As stated in Note 3(d) of the Statement, we have not performed a review of the figures relating to the corresponding quarter and half-year ended September 30, 2016, including the reconciliation of net profit for the quarter and half-year ended September 30, 2016 between the previous GAAP and the Indian Accounting Standards ("Ind AS").

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.



4. The comparative financial information of the Company for the quarter ended June 30, 2017 prepared in accordance with Ind AS included in this Statement have been reviewed by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated August 14, 2017 expressed an unmodified opinion.

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan
Partner
(Membership No. 201193)

Place: Hyderabad
Date: November 10, 2017

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

TO THE BOARD OF DIRECTORS OF PENNAR INDUSTRIES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **PENNAR INDUSTRIES LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the Quarter and Half-Year ended September 30, 2017 ("the Statement") being submitted by the Parent 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 Parent's Management and 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" ("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.

As stated in Note 3(d) of the Statement, we have not performed a review of the figures relating to the corresponding quarter and half year ended September 30, 2016, including the reconciliation of the consolidated net profit for the quarter and half-year ended September 30, 2016 between the previous GAAP and Indian Accounting Standards ("IND AS").

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 Parent's 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 Statement includes the results of the following subsidiaries:
 - a. Pennar Engineered Building Systems Limited, India
 - b. Pennar Enviro Limited, India
 - c. Pennar Renewables Private Limited, India
4. Based on our review conducted as stated above and based on the consideration of the review reports of other auditors referred to in paragraph 5 below, 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.

5. We did not review the interim financial information of three subsidiaries included in the unaudited consolidated financial results, whose interim financial information reflect total assets of ₹ 81,940 lakhs as at September 30, 2017, total revenues of ₹ 15,955 lakhs and ₹ 32,090 lakhs for the Quarter and half-year ended September 30, 2017 respectively, total profit after tax of ₹ 471 lakhs and ₹ 1,116 lakhs, and total comprehensive income of ₹ 471 lakhs and ₹ 1,114 lakhs for the quarter and half-year ended September 30, 2017 respectively, as considered in the unaudited consolidated financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.

Our report on the Statement is not modified in respect of this matter.

6. The comparative financial information of the Group for the quarter ended June 30, 2017 prepared in accordance with Ind AS included in this Statement have been reviewed by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated August 14, 2017 expressed an unmodified opinion.

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan
Partner
(Membership No. 201193)

Place: Hyderabad
Date: November 10, 2017



B S R & Associates LLP

Chartered Accountants

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Hyderabad-500081, India

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Limited Review Report on quarterly and six months ended 30 September 2017 financial results of Pennar Engineered Building Systems Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Pennar Engineered Building Systems Limited

We have reviewed the accompanying statement of unaudited financial results ("Statement") of Pennar Engineered Building Systems Limited ("the Company") for the quarter and six months ended 30 September 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Regulations, 2015") read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016. Attention is drawn to the fact that the figures for the corresponding quarter and six months ended 30 September 2016 including the reconciliation of total comprehensive income under Indian Accounting Standards ("Ind AS") of that period ended with profit reported under previous generally accepted accounting principles ("GAAP"), as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review or audit.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company in their meeting held on 4 November 2017. Our responsibility is to issue a report on this Statement, 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" issued by the Institute of Chartered Accountants of India ("ICAI"). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement 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.

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 for the quarter and six months ended 30 September 2017 prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI Regulations, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



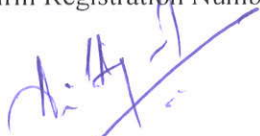
The unaudited financial results for the comparative corresponding quarter and six months ended 30 September 2016 included in the financial results, are based on the previously issued results of the Company prepared in accordance with Companies (Accounting Standards) Rule, 2006, reviewed by the predecessor auditors, whose review report dated 07 November 2016 expressed an unmodified opinion on those financial results, and has been adjusted by Management for the differences in the accounting principles adopted by the Company on transition to Ind AS.

The details of utilisation of Initial Public Offer (IPO) proceeds (Note 6 of the Statement) disclosed in terms of Regulation 32(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 have not been verified by us since it is not a requirement under Regulation 33 of the said Regulations.

for **B S R & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 116231W/ W-100024



Amit Kumar Agarwal

Partner

Membership No.: 214198

Place: Hyderabad

Date: 4 November 2017

Pennar Engineered Building Systems Limited

9th Floor, DHFLVC Silicon Towers, Kondapur, Hyderabad - 500 084

CIN No: L45400TG2008PLC057182, Ph: 040-40210525 Fax: 040-40210526



PART I : STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017

(₹ in Lakhs)

Sl. No	Particulars	Quarter ended			Half year ended	
		30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income					
	(a) Revenue from operations*	13,251	12,925	12,988	26,176	23,308
	(b) Other income	252	104	167	356	313
	Total income	13,503	13,029	13,155	26,532	23,621
2	Expenses					
	(a) Cost of material consumed	5,528	10,013	6,063	15,541	13,405
	(b) Changes in inventories of finished goods and work in progress	1,836	(4,162)	(523)	(2,326)	(4,013)
	(c) Erection expenses	1,265	1,903	1,406	3,168	2,352
	(d) Excise duty	-	962	981	962	1,922
	(e) Employee benefits expense	999	1,040	903	2,039	1,774
	(f) Finance costs	438	427	445	865	879
	(g) Depreciation and amortisation expense	149	146	132	295	262
	(h) Other expenses	2,734	2,207	2,824	4,941	5,407
	Total expenses	12,949	12,536	12,231	25,485	21,988
3	Profit before tax (1-2)	554	493	924	1,047	1,633
4	Tax expense:					
	(a) Current tax	202	189	356	391	609
	(b) Deferred tax	(12)	(43)	(35)	(55)	(23)
	Total tax expense	190	146	321	336	586
5	Net profit after tax (3-4)	364	347	603	711	1,047
6	Other comprehensive income					
	Items that will not be reclassified subsequently to profit or loss:					
	(a) Remeasurement of defined benefit obligation	(0.63)	13	(0.46)	(3)	(0.92)
	(b) Deferred tax relating to the above items	0.21	(5)	0.16	0.83	0.32
	Total other comprehensive income	(0.42)	8.00	(0.30)	(1.67)	(0.60)
7	Total comprehensive income (5+6)	364	355	603	709	1,046
8	Paid-up equity share capital (Face value ₹ 10/- each fully paid)	3,427	3,427	3,427	3,427	3,427
9	Earning per share (not annualised)					
	Basic & Diluted	1.06	1.01	1.76	2.07	3.05

*The Company is liable to Goods and Services Tax (GST) with effect from July 01, 2017. The revenues for the quarter ended September 30, 2017 is net of such GST. However, the revenues of the quarter ended June 30, 2017, comparative quarter ended September 30, 2016, year-to-date revenues for the period ended September 30, 2017 (upto period ended June 30, 2017), year to date revenues for the period ended September 30, 2016 are inclusive of excise duty. The impact is as represented as below:

Particulars	30-Sep-17	30-Jun-17	30-Sep-16	30-Sep-17	30-Sep-16
Gross sales	13,251	12,925	12,988	26,176	23,308
Less: Excise duty	-	962	981	962	1,922
Net sales	13,251	11,963	12,007	25,214	21,386

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PART- II: BALANCE SHEET

(₹ in Lakhs)

Sl.No.	Particulars	As at 30-Sept-17
A	ASSETS	
1	Non-current assets	
	Property, Plant and Equipment	6,113
	Capital work in progress	46
	Other intangible assets	398
		6,557
	Financial assets	
	Trade receivables	1,267
	Other financial assets	214
	Other non-current assets	36
	Current tax asset (net)	509
		2,026
2	Current assets	
	Inventories	21,412
	Financial assets	
	Investments	3,233
	Trade receivables	13,001
	Cash and cash equivalents	636
	Other bank balances	190
	Loans	2,840
	Other financial assets	1,669
	Other current assets	5,941
		48,922
	TOTAL	57,505
B	EQUITY AND LIABILITIES	
1	Equity	
	Share capital	3,427
	Other equity	20,864
		24,291
2	Liabilities	
	Non-current liabilities	
	Financial liabilities	
	Borrowings	22
	Other financial liabilities	775
	Deferred tax liabilities (net)	284
	Provisions	231
		1,312
	Current liabilities	
	Financial liabilities	
	Borrowings	9,297
	Trade payables	13,751
	Other financial liabilities	118
	Other current liabilities	8,370
	Provisions	134
	Current tax liability (net)	232
		31,902
	TOTAL	57,505

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Notes:

- 1 The above results for the quarter and half year ended September 30, 2017 were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on November 4, 2017.
- 2 The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 with transition date of April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard (Ind AS) 34 - Interim financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. The impact of transaction has been accounted for the opening reserves and comparative period figures have been restated accordingly.
- 3 The financial results and other financial information for the quarter and half year ended September 30, 2016 has been compiled by the management as per Ind AS, after exercising necessary due diligence, to ensure that the financial results provide a true and fair view of the results in accordance with Ind AS. This information has not been subject to any limited review or audit.
- 4 The Company has opted to avail the relaxation provided by SEBI with respect to the requirements for submission of Ind AS compliant financial results for the previous year ended March 31, 2017 and balance sheet as at March 31, 2017. Accordingly, the figures for the financial results for the previous year ended March 31, 2017 and balance sheet as at March 31, 2017 have not been presented. Further, the reserves as per balance sheet as at March 31, 2017, not being mandatory, have not been presented. The net profit reconciliation for the quarter and half year ended September 30, 2016 under the previously applicable Generally Accepted Accounting Principles ('previous GAAP') with the total comprehensive income as reported in these financial results under Ind AS are presented below:

Particulars	(₹ in Lakhs)	
	Quarter ended September 30, 2016	Half year ended September 30, 2016
Net profit as per IGAAP	600	1,040
Discounting of assets / liabilities, net	5	9
Reclassification of actuarial gain / (loss) on defined benefit obligation to other comprehensive income	0.46	1
Others	0.50	1
Tax impact on above adjustments	(2)	(4)
Net profit after tax as reported under Ind AS	603	1,047
Other comprehensive income (net of tax)	(0.30)	(0.60)
Total Comprehensive income for the period as reported under Ind AS	603	1,046

- 5 The details of funds raised through Initial Public Offer (IPO) during the financial year 2015-2016 and utilisation of said funds as at September, 30 2017 are as follows:

Particulars	(₹ in Lakhs)		
	Objects of the issue as per prospectus	Utilisation upto 30-Sep-17	Unutilised amount upto 30-Sep-17
A) Repayment/ prepayment, in full or part, of certain working capital facilities availed by our Company	3,400	3,400	-
B) Financing the procurement of infrastructure (including software and hardware) for the expansion of our design and engineering services	800	265	535
C) General corporate purposes	1,079	1,079	-
D) Share issue expenses	521	517	4
Total	5,800	5,261	539

As on September 30, 2017, unutilised funds have been temporarily invested in short term liquid scheme of mutual funds and in bank balances.

- 6 The operating segment of the Company is identified as manufacture and erection of steel products, i.e., pre engineered buildings, as the 'Chief Operating Decision Maker' (CODM) reviews business performance at the overall Company level as one segment. Therefore, the disclosure as per Ind AS 108 - 'Operating Segments' and Regulation 33(1) (e) read with clause (L) of Schedule IV of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not applicable to the Company.
- 7 Corresponding previous periods figures have been regrouped / reclassified wherever necessary.

for PENNAR ENGINEERED BUILDING SYSTEMS LIMITED

Place : Hyderabad
Date : November 04, 2017

P V RAO
Managing Director

