



**A K DUBEY & CO**  
Chartered Accountants

**Auditor's Report on Quarterly Financial Results and year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors  
**Shalimar Paints Limited**

We have audited the statement of quarterly standalone financial results of **Shalimar Paints Limited** (the 'Company') for the quarter and the year to date standalone financial results year ended March 31, 2018, attached herewith, being submitted by the Company pursuant to the requirements 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.

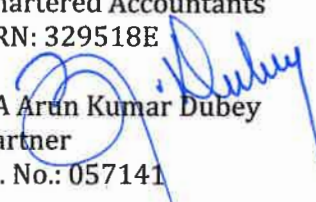
These standalone quarterly as well as year to date financial results have been prepared on the basis of the standalone Ind AS interim financial statements, which are the responsibility of the Company management. Our responsibility is to express an opinion on these standalone financial results based on our audit of such standalone Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, Interim Financial Reporting (Ind AS 34), prescribed under the Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, these standalone quarterly and year to date standalone financial results:

- (i) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and SEBI circular dated July 5, 2016 in this regard; and
- (ii) Give a true and fair view of the net loss including other comprehensive income and other financial information for the quarter ended March 31, 2018 as well as the year to date results for the year ended March 31, 2018.

For A K Dubey & Co.  
Chartered Accountants  
FRN: 329518E

  
CA Arun Kumar Dubey  
Partner  
M. No.: 057141



Place: Gurugram  
Date: May 23, 2018.

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C/o.: Maitra Lodge, Baruipur Kachari Bazar, Bishalaxami Tala, Dist. - South 24 Parganas, Kolkata -700 144



**A K DUBEY & CO**  
Chartered Accountants

**Auditor's Report on consolidated year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors  
**Shalimar Paints Limited**

We have audited the statement of quarterly consolidated financial results of **Shalimar Paints Limited** (herein after referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated financial results for the year ended 31st March 2018, attached herewith, being submitted by the Company pursuant to the requirements 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.

The consolidated Ind AS financial results are the responsibility of the Holding Company's management and have been approved by the Board of Directors of the Holding Company. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, ("Ind AS") prescribed under the Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these consolidated year ended results:

(i) include the financial results for the year ended 31st March 2018 of the following entities:

**Subsidiaries:**

Shalimar Adhunik Nieman Limited  
Eastern Speciality Paints & Coating Private Limited

(ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016 in this regard; and

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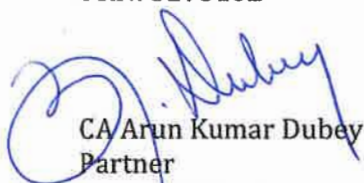
**A K DUBEY & CO**  
Chartered Accountants

(iii) give a true and fair view of the consolidated net loss including other comprehensive income and other financial information for the year ended March 31, 2018.

**Other Matters**

We did not audit the financial statements of subsidiaries included in consolidated Ind AS financial statements, whose financial statements financial information reflect total assets Rs 2736.36 lakh as at 31st March, 2018, total revenues of Rs. 0.01 lakh and, total loss after tax of Rs. 15.10 lakh and total Comprehensive Income of (Rs.15.10) lakh for the year ended on that date, as considered in the consolidated Ind AS financial statements. These financial statements have been audited by other auditors whose report have been furnished to us by the Management, and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditors.

For A K Dubey & Co.  
Chartered Accountants  
FRN: 329518E

  
CA Arun Kumar Dubey  
Partner  
M. No.: 057141



Place: Gurugram  
Date: May 23, 2018

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**SHALIMAR  
PAINTS**

**Shalimar Paints Limited**  
**Statement of Financial Results for the Quarter and Year Ended March 31, 2018**

(Rs in lakhs)

Sr. No.	Particular	Standalone					Consolidated	
		For the Quarter Ended		For the Year Ended			For the Year Ended	
		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
1	Revenue from operations	6,022	6,626	8,301	27,774	39,411	27,774	39,411
2	Other Income	5	47	200	90	220	64	198
3	<b>Total Income</b>	<b>6,027</b>	<b>6,673</b>	<b>8,501</b>	<b>27,864</b>	<b>39,631</b>	<b>27,838</b>	<b>39,609</b>
4	<b>Expenses</b>							
	a) Cost of material consumed	3,920	3,296	3,333	13,874	19,057	13,874	19,057
	b) Purchase of Stock-in-Trade	40	953	1,893	5,162	4,204	5,162	4,204
	c) Changes in inventories of finished goods, work-in-progress and stock in trade	594	757	412	1,583	1,099	1,583	1,099
	d) Excise Duty	-	-	887	655	4,433	655	4,433
	e) Employee benefits expenses	1,031	1,047	849	3,941	3,532	3,941	3,532
	f) Finance costs	728	709	590	2,592	2,257	2,592	2,257
	g) Depreciation & amortisation expenses	409	188	512	786	813	788	814
	h) Other Expenses	1,463	1,437	1,647	5,978	5,734	5,980	5,734
	<b>Total Expenses</b>	<b>8,185</b>	<b>8,387</b>	<b>10,123</b>	<b>34,571</b>	<b>41,129</b>	<b>34,575</b>	<b>41,130</b>
5	<b>Profit/Loss before exceptional items and tax (3-4)</b>	<b>(2,158)</b>	<b>(1,714)</b>	<b>(1,622)</b>	<b>(6,707)</b>	<b>(1,498)</b>	<b>(6,737)</b>	<b>(1,521)</b>
6	Exceptional Items	-	-	-	-	-	-	-
7	<b>Profit/Loss before and tax (5-6)</b>	<b>(2,158)</b>	<b>(1,714)</b>	<b>(1,622)</b>	<b>(6,707)</b>	<b>(1,498)</b>	<b>(6,737)</b>	<b>(1,521)</b>
8	Tax Expenses	(551)	(730)	(341)	(2,165)	(536)	(2,181)	(552)
9	<b>Profit/Loss for the period (7-8)</b>	<b>(1,607)</b>	<b>(984)</b>	<b>(1,281)</b>	<b>(4,542)</b>	<b>(962)</b>	<b>(4,556)</b>	<b>(969)</b>
10	Other Comprehensive Income							
	Items that will not be reclassified to profit or (loss) (net of tax)	14	(23)	54	(13)	31	(13)	31
11	<b>Total Comprehensive Income (9+10)</b>	<b>(1,593)</b>	<b>(1,007)</b>	<b>(1,227)</b>	<b>(4,555)</b>	<b>(931)</b>	<b>(4,569)</b>	<b>(938)</b>
12	Paid-up equity share capital (Face Value of Rs 2 per share)				379	379	379	379
13	Other Equity				11,728	16,293	13,425	18,004
14	<b>Earning per share (of Rs. 2 each)</b>							
	Basic	(8.48)	(5.19)	(6.76)	(23.97)	(5.07)	(24.04)	(5.12)
	Diluted*	(8.48)	(5.19)	(6.76)	(23.97)	(5.07)	(24.04)	(5.12)
	(EPS for the quarter not annualised)							

\*Anti-dilutive

**Notes :**

- The above results were reviewed by the Audit Committee, and approved by the Board of Directors at its meeting held on May 23, 2018
- The Company has adopted Indian Accounting Standards ('IND AS') from 1st April, 2017 and accordingly, the financials results have been prepared in accordance with the recognition and measurement principles laid down under section 133 of the companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Results for the quarter and year ended 31st March 2017 have been restated as per Ind AS to make them comparable. Such information for the quarter and year ended have been adjusted/regrouped/recast for the difference in the accounting principle adopted by the Company in the process of transition to Ind AS.
- This statement is as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Company operates mainly in one business segment i.e. Paints.
- Reconciliation of Equity and Net Profit as reported under previous generally accepted accounting principles ('Previous GAAP') and as per Ind AS, is given as Appendix-A.
- The Company has re-commissioned its Chennai Plant and started its commercial production w.e.f 4th September 2017
- Post the applicability of Goods and Services Tax (GST) w.e.f July 01, 2017, Total Income from Operations are disclosed net of GST. However, the corresponding figures for all previous periods were inclusive of excise duty. Accordingly, total Income from operations for the quarter and year ended 31st March 2018 are not comparable with the figures of previous periods.
- 35,52,370 equity shares of face value Rs. 2/- each have been allotted on 27th April 2018 at the price of Rs. 140/- per share (including premium Rs. 138/- per share) aggregating to Rs. 4,973.32 lakhs, approved by the Board of Directors in their meeting held on March 22, 2018, to the eligible equity shareholders on right basis in the ratio of 6 equity shares for every 32 equity shares.
- The figures for the quarters ended 31st March 2018 and 31st March 2017 are the balancing figures between audited figures in respect of full financial years and unaudited year to date figure upto 31st December 2017 and 31st December 2016 respectively.
- Previous year's & Previous quarter's figures have been rearranged/ regrouped wherever considered necessary.

For and on behalf of the Board

Surender Kumar  
Managing Director and CEO  
DIN: 00510137

Place: Gurugram  
Date: May 23, 2018




**Shalimar Paints Ltd.**

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**Audited Standalone & Consolidated Statement of Assets & Liabilities**

(Rs in lakhs)

Particulars	Standalone		Consolidated	
	As at		As at	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
<b>I ASSETS</b>				
<b>1 Non-current assets</b>				
a Property, Plant and Equipment	22,061.10	19,260.48	24,785.75	21,986.72
b Capital work-in-progress	66.70	1,373.99	66.70	1,373.99
c Intangible assets	175.05	185.37	175.05	185.37
d Financial Assets				
i) Investments	73.10	68.69	0.23	0.23
ii) Loans	904.34	878.93	204.14	206.11
iii) Other financial assets	41.77	22.14	41.77	22.14
e Deferred tax assets (net)	290.99	-	35.69	-
f Other non-current assets	21.10	760.75	21.10	762.84
<b>2 Current assets</b>				
a Inventories	7,400.65	9,255.34	7,400.65	9,255.34
b Financial Assets				
i) Investments	-	291.89	-	291.89
ii) Trade receivables	10,583.86	12,469.95	10,583.86	12,469.95
iii) Cash and cash equivalents	1,551.91	808.22	1,557.68	814.04
iv) Bank balances other than (iii) above	357.00	364.63	358.00	365.63
v) Other financial assets	2,409.64	3,614.91	2,410.64	3,615.91
c Current Tax Assets (Net)	277.78	312.43	277.78	312.43
d Other current assets	1,499.22	1,792.11	1,503.14	1,792.14
<b>Total Assets</b>	<b>47,714.21</b>	<b>51,459.83</b>	<b>49,422.18</b>	<b>53,454.73</b>
<b>II EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
a Equity Share Capital	378.93	378.93	378.93	378.93
b Other Equity	11,727.64	16,292.74	13,425.23	18,004.19
<b>LIABILITIES</b>				
<b>1 Non-current liabilities</b>				
a Financial Liabilities				
i) Borrowings	2,494.44	2,367.07	2,494.44	2,367.07
ii) Trade payables	-	-	-	-
iii) Other financial liabilities	22.73	27.60	22.73	27.60
b Provisions	670.62	674.83	670.62	674.83
c Deferred tax liabilities (Net)	-	1,880.02	-	2,151.35
d Other non-current liabilities	-	-	-	-
<b>2 Current liabilities</b>				
a Financial Liabilities				
i) Borrowings	15,003.11	13,712.77	15,003.11	13,712.77
ii) Trade payables	13,951.75	12,904.98	13,951.75	12,907.19
iii) Other financial liabilities	1,714.55	2,040.27	1,722.79	2,048.50
b Other current liabilities	1,558.77	1,051.68	1,560.91	1,053.36
c Provisions	191.67	128.94	191.67	128.94
<b>Total Equity and Liabilities</b>	<b>47,714.21</b>	<b>51,459.83</b>	<b>49,422.18</b>	<b>53,454.73</b>



Appendix A: Reconciliation of Equity and Net Profit as reported under Previous Generally Accepted accounting Principles ('Previous GAAP) and as per IND AS:

(Rs in lakhs)

Nature of Adjustments	Standalone			Consolidated	
	Net Profit Reconciliation		Other equity	Net Profit Reconciliation	Other equity
	For the Quarter ended 31.03.2017	For the Year ended 31.03.2017	As at 31.03.2017	For the Year ended 31.03.2017	As at 31.03.2017
Net (Loss)/Profit as per Previous GAAP	(953)	(660)	5,570	(675)	5,553
Impact of Fair valuation of Employee Stock Options	(4)	(9)	2	(9)	2
Impact of Fair valuation of Financial Instruments (investments)	2	11	10	7	6
Actuarial (Gain)/Loss on employee defined benefit plan recognised in OCI	(79)	(45)	(45)	(45)	(45)
Changes due to Fair valuation PPE	(428)	(428)	13,302	(426)	15,313
Tax Adjustment	181	169	(2,577)	179	(2,856)
<b>Net Profit as per IND AS</b>	<b>(1,281)</b>	<b>(962)</b>	<b>16,262</b>	<b>(969)</b>	<b>17,973</b>
<b>Other Comprehensive Income/Equity as per IND AS</b>	<b>54</b>	<b>31</b>	<b>31</b>	<b>31</b>	<b>31</b>
<b>Total Comprehensive Income/Equity as per IND AS</b>	<b>(1,227)</b>	<b>(931)</b>	<b>16,293</b>	<b>(938)</b>	<b>18,004</b>

a) The Company has adopted fair valuation for its Property, Plant and Equipment as deemed cost on the date of transition i.e. 1st April 2016 in accordance with Ind AS 101 (First Time adoption of Indian Accounting Standards) with resulted impact of Rs. 15739 lakhs (including Rs. 2010 lakhs of subsidiary) being accounted for in other equity. Accordingly on assessment of fair value of assets, impact of depreciation has been considered in quarter ended 31st March 2018, so depreciation reflected in the statement of Profit & Loss is higher by Rs. 276 lakhs {including Rs. (1) lakh of subsidiary} for the quarter/year ended 31st March 2018 and to the extent loss for the current quarter/year is high.

b) The Impact of change in Fair Valuation as on the date of Transition(i.e.1st April 2016), is recognised in Opening equity and changes thereafter are recognised in the statement of profit and loss or other comprehensive Income as the case may be.

