



# DEEPAK GROVER & ASSOCIATES

CHARTERED ACCOUNTANTS

Date \_\_\_\_\_

CA Deepak Grover  
B.Com., F.C.A

To

Board of Directors  
Satia Industries Limited

1. We have audited the accompanying Statement of standalone financial results of Satia Industries Limited ("the Company"), for the year ended March 31, 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, read with SEBI 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 compiled from the related standalone Ind AS financial Statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial Statements.

2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risks assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement :
  - (i) Is presented in accordance with the requirements 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.





# DEEPAK GROVER & ASSOCIATES

CHARTERED ACCOUNTANTS

Date \_\_\_\_\_

CA Deepak Grover

B.Com., F.C.A

- (ii) gives a true and fair view in conformity with the aforesaid Indian accounting standards and other accounting principles generally accepted in India of net profile and total comprehensive income and other financial information of the company for the year ended March 31, 2018.
4. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figure up to the quarter of the current financial year which were subject to limited review by us.

Place: Lalru

Dated: 30-05-2018

For Deepak Grover & Associates  
Chartered Accountants



Deepak Grover  
Proprietor

M.No.505923  
FRN 020678 N



# Satia Industries Limited

CIN:- L21012PB1980PLC00PLC004329

Statement of financial results for the Quarter ended March 31, 2018

(Rupees in 'Lacs')

Sl. No	Particulars	Quarter Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		Audited	UnAudited	Audited	Audited	Audited
I	Revenue from operations	19,562.39	16,382.54	19,365.03	64,207.32	57,078.52
II	Other income*	(1,030.75)	2,034.70	(891.07)	3,026.32	2,107.14
III	<b>Total Income (I+II)</b>	<b>18,531.64</b>	<b>18,417.24</b>	<b>18,473.96</b>	<b>67,233.63</b>	<b>59,185.66</b>
IV	<b>Expenses</b>					
	Cost of material consumed	5,373.50	5,961.64	6,041.45	22,387.58	22,330.31
	Excise duty	-	-	881.55	796.89	2,867.24
	Purchases of stock-in-trade	614.00	19.10	0.00	1,603.36	463.97
	Changes in inventory of finished goods, stock in trade and work in progress	(680.80)	892.34	539.41	(832.28)	1,064.79
	Employee benefits expense	1,552.05	994.18	1,289.99	4,359.13	3,539.56
	Finance costs	593.14	565.96	581.57	2,372.59	2,447.07
	Depreciation	1,159.14	1,163.73	1,074.82	4,504.07	4,002.77
	Other expenses	6,976.49	6,320.96	6,312.05	23,709.27	17,718.65
	<b>Total expenses (IV)</b>	<b>15,587.52</b>	<b>15,917.91</b>	<b>16,720.83</b>	<b>58,900.58</b>	<b>54,434.35</b>
V	<b>Profit before tax (III-IV)</b>	<b>2,944.12</b>	<b>2,499.33</b>	<b>1,753.12</b>	<b>8,333.05</b>	<b>4,751.31</b>
VI	Tax expense:					
	Current tax	365.88	273.38	6.68	639.26	6.68
	Deferred tax	522.91	(169.14)	(50.80)	826.76	189.46
VII	<b>Profit for the period (V-VI)</b>	<b>2,055.33</b>	<b>2,395.09</b>	<b>1,797.24</b>	<b>6,867.03</b>	<b>4,555.16</b>
VIII	Other comprehensive income					
	A (i) Items that will not be reclassified to profit and loss	(90.44)	(8.40)	(8.41)	(115.66)	(33.63)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	31.30	2.91	2.91	40.03	11.64
	B (i) Items that will be reclassified to profit and loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit and loss	-	-	-	-	-
IX	<b>Total Comprehensive Income for the period (VII+VIII) (Comprising profit and Other Comprehensive Income for the period)</b>	<b>1,996.19</b>	<b>2,389.60</b>	<b>1,791.74</b>	<b>6,791.40</b>	<b>4,533.17</b>
X	Paid-up equity share capital (Face value-`10 per equity share)	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
XI	Earnings per share (of `10 each) (for the period - not annualised)					
	- Basic (₹)	20.55	23.95	17.97	68.67	45.55
	- Diluted (₹)	20.55	23.95	17.97	68.67	45.55

## Notes to Audited financial results for the quarter ended March 31, 2018

1. The above results were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on May 30, 2018.

2. Post applicability of Goods and Services tax (GST) with effect from July 1, 2017, Central Excise, Value Added Tax (VAT) etc. have been subsumed into GST. In accordance with Indian Accounting Standard - 18 on Revenue and Schedule III of the Companies Act, 2013, unlike Excise Duties, levies like GST, VAT etc. are not part of Revenue. Accordingly, the figures for the periods upto 30 June 2017 are not strictly relatable to those thereafter.

The following additional information is being provided to facilitate such understanding:

Particulars	Quarter ended		Year ended	
	31 March 2017	31 March 2018	31 March 2018	31 March 2017
A. Revenue from operations	19,365.03	19,562.39	64,207.32	57,078.52
B. Excise duty	881.55	-	796.89	2,867.24
C. Revenue from operations excluding excise	18,483.48	19,562.39	63,410.43	54,211.28

\* Income from freight and insurance is shown under revenue from operations for the year from current quarter whereas the same has been grouped under other income upto December quarter. As a result of such regrouping other income for current quarter is appearing to be negative.

### Transition to Indian Accounting standards (Ind AS)

The Company's financial statements for the quarter ended March 31, 2018 are the interim financial statements prepared in accordance with accounting standards notified under the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS). The adoption of Ind AS was carried out in accordance with Ind AS 101, using April 1, 2016 as the transition date. Ind AS 101 requires that all Ind AS standards and interpretations that are effective for the first Ind AS financial statements for the quarter ended March 31, 2018, be applied consistently and retrospectively for all fiscal years presented. All applicable Ind AS have been applied consistently and retrospectively wherever required. The resulting difference between the carrying amounts of the assets and liabilities in the financial statements under both Ind AS and previously applicable accounting principles (Previous Indian GAAP) as at the transition date have been recognized directly in equity at the transition date.

### Exemptions applied at transition

Ind AS 101 (First-time Adoption of Indian Accounting Standards) provides a suitable starting point for accounting in accordance with Ind AS and is required to be mandatorily followed by first-time adopters. Ind AS 101 allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following significant exemptions in its standalone financial results:

1. Property, Plant and Equipment: The Company has elected to regard Previous Indian GAAP carrying amount as per GAAP as deemed cost as at the date of transition.
2. In accordance with Ind-AS transitional provisions, the company opted to determine whether an arrangement existing at the date of transition contains a lease on the basis of facts and circumstances existing at the date of transition rather than at the inception of the arrangement.

The following reconciliations provide a quantification of the effect of significant differences arising from the transition from Previous Indian GAAP to Ind AS in accordance with Ind AS 101:

### Total comprehensive income reconciliation

Particulars	Note No.	For the quarter ended March 31, 2017	For the year ended March 31, 2017	For the period ended Dec 31, 2016
<b>Net Profit under previous GAAP</b>		<b>557.45</b>	<b>2,559.56</b>	<b>2,002.11</b>
Guarantees issued recognized at fair value	i	-	33.17	33.17
Recognition of borrowings using effective interest rate	ii	8.13	(14.12)	(22.25)
Recognition of loans to employees using effective interest rate	iii	(0.67)	(0.67)	-
Amortisation of Government grant	iv	2.65	10.60	7.95
Cumulative depreciation on assets	iv	(2.65)	(10.60)	(7.95)
Deferred tax adjustment of GAAP adjustments	v	(7.09)	(52.23)	(45.14)
Biological assets recognised at fair value less cost to sell	vi	253.88	924.40	670.52
Employee future benefits – actuarial gains and losses	vii	8.41	33.63	25.22
Prior period expenses	viii	5.00	99.30	94.30
Income from trading of renewable energy certificates	ix	972.48	972.48	-
Changes in fair value of investment	x	(0.36)	(0.36)	-
<b>Net Profit as reported under Ind AS</b>		<b>1,797.23</b>	<b>4,555.16</b>	<b>2,757.93</b>
Other comprehensive income, net of tax		(5.50)	(21.99)	(16.49)
<b>Total comprehensive income under Ind AS</b>		<b>1,791.73</b>	<b>4,533.17</b>	<b>2,741.43</b>



### Explanations for reconciliation of net profit

i. Under Ind-AS, guarantees issued are recognized at fair value at inception and measured at the higher of the amortized value or the obligation amount in case it is probable that the guarantee amount is payable.

Under previous Indian GAAP, guarantee issued are not recognized unless it is probable that the guarantee amount is payable.

ii. Under Ind AS, the borrowings are carried at amortised cost using effective interest rate. Accordingly, the upfront transaction cost which has been incurred by the company towards origination of borrowings are deducted from the carrying amount of the borrowings on initial recognition and subsequently recognised in profit and loss over the tenure of borrowings as a part of the interest expense by using the effective interest method.

Under previous Indian GAAP, these transaction cost incurred in respect with borrowings were charged to profit and loss as and when incurred.

iii. Under Ind-AS, loans are initially recognized at fair value and measured using effective interest rate rate. The company has given certain loans to its employees/key management personnel at below market rate of interest. Under Ind AS these loans are measured at fair value at inception and subsequently recognised at amortised cost using effective interest rate method. The difference between market rate of interest and contractual interest rate at inception is recognized in profit and loss account as employee cost over the usage pattern of the loan.

Under previous Indian GAAP, such loans are recognized at the contractual amount and interest cost is recognized based on the contractual interest rate.

iv. Under Ind-AS, Capital grants received is required to be accounted by setting up the grant as deferred grant income and is recognised in profit or loss on a systematic basis over the useful life of the underlying capital asset.

Under previous Indian GAAP, the Grant received was deducted from the carrying amount of fixed assets and the depreciation is charged on the net value.

v. Consequential deferred tax on all the above adjustments.

vi. Under Ind-AS, All biological assets are measured at fair value less costs to sell.

Under previous Indian GAAP, Biological assets are measured at cost.

vii. Under Ind-AS, the actuarial gains and losses on post retirement defined employee benefits are recognised in other comprehensive income.

Under previous Indian GAAP, such actuarial gains and losses were recognised in profit and loss account.

viii. Under Ind-AS, prior period errors are corrected retrospectively by restating the comparative amounts for prior period presented in which error occurred or if the error occurred before the earliest period presented, by restating the opening balance sheet.

Under previous Indian GAAP, prior period items are included in the profit or loss of the period in which the error is discovered.

ix. Under Ind-AS, income from trading of renewable energy certificates (REC) being in nature of other operating income is recognised in statement of comprehensive income.

Under previous Indian GAAP, income from such certificates were recognised in equity being in the nature of capital receipt.

x. Under Ind As investment are classified as fair value through profit and loss. Under previous GAAP investment are valued at cost.

2. A limited review as required under regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 has been completed on the detailed financial results for the quarter ended 31 March 2018 filed with the Stock Exchanges. This report does not have any impact on the 'Results and Notes' for the quarter ended 31 March 2018 which needs to be explained.

For Satia Industries Limited



(R.K Bhandari)

Joint Managing Director

Place: Lalru

Date: 30.05.2018

## Satia Industries Limited

CIN:- L21012PB1980PLC00PLC004329

### SEGMENT WISE REVENUE RESULTS AND CAPITAL EMPLOYED

(Rupees in 'Lacs')

S no	Particulars	Quarter Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		(Audited)	(UnAudited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Segment Revenue</b>					
	a) Paper	19,068.97	15,406.18	18,727.30	62,686.81	55,989.82
	b) Yarn & Cotton	443.31	902.39	391.19	1,382.61	662.27
	c) Co Generation Division	4,281.73	3,570.53	1,737.03	11,452.27	6,460.32
	d) Agriculture	(0.00)	16.23	246.54	30.05	426.43
	e) Solar Division	50.11	57.74	-	107.85	-
	Total	23,844.12	19,953.07	21,102.06	75,659.59	63,538.84
	Less: Inter Segment Revenue	4,281.73	3,570.53	1,737.03	11,452.27	6,460.32
	Net Revenue from operations	19,562.39	16,382.54	19,365.03	64,207.32	57,078.52
<b>2</b>	<b>Segment Results</b>					
	Profit before Interest & Tax					
	a) Paper	1,123.23	524.86	1,447.66	4,016.06	3,361.98
	b) Yarn & Cotton	0.58	(25.98)	(55.01)	(30.38)	(54.51)
	c) Co Generation Division	2,150.31	2,365.23	488.59	5,820.02	2,632.71
	d) Agriculture	276.63	269.75	453.45	982.00	1,258.20
	e) Solar Division	(13.49)	(68.57)	-	(82.06)	-
	Total	3,537.26	3,065.29	2,334.69	10,705.64	7,198.38
	Less: Interest	593.14	565.96	581.57	2,372.59	2,447.07
	Profit before Tax	2,944.12	2,499.33	1,753.12	8,333.05	4,751.31
<b>3</b>	<b>Segment Assets</b>					
	a) Paper	42,922.85	38,346.47	39,853.63	42,922.85	39,853.63
	b) Yarn & Cotton	484.76	1,143.13	838.53	484.76	838.53
	c) Co Generation Division	8,754.42	8,503.16	6,951.37	8,754.42	6,951.37
	d) Agriculture	3,309.56	3,009.97	1,947.67	3,309.56	1,947.67
	e) Solar Division	2,714.88	2,738.30	-	2,714.88	-
	Total	58,186.47	53,741.03	49,591.20	58,186.47	49,591.20
<b>4</b>	<b>Segment Liabilities</b>					
	a) Paper	16,964.83	15,145.73	15,996.63	16,964.83	15,996.63
	b) Yarn & Cotton	366.23	47.22	14.40	366.23	14.40
	c) Co Generation Division	1,118.38	793.36	264.76	1,118.38	264.76
	d) Agriculture	6.76	4.39	1.30	6.76	1.30
	e) Solar Division	-	-	-	-	-
	Total	18,456.20	15,990.70	16,277.09	18,456.20	16,277.09



**Note**

- 1 A limited review as required under regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 has been completed on the detailed financial results for the quarter ended 31st March 2018 filed with the Stock Exchanges. This report does not have any impact on the 'Results and Notes' for the quarter ended 31st March 2018 which needs to be explained.
- 2 The Financial results were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 30th May 2018
- 3 The detail of number of investor complaint for the quarter ended 31 March

Particulars	Three months ended 31 March, 2018
Pending at the beginning of the quarter	0
Received during the quarter	0
Disposed/ replied of during the quarter	0
Remaining unresolved at the end of the quarter	0

For Satia Industries Limited



(R.K Bhandari)  
Joint Managing Director

Place: Lalru  
Date: 30.05.2018

**SATIA INDUSTRIES LIMITED**
**Statement of Assets and Liabilities**

Particulars	(Rupees in 'Lacs')	
	As at March 31, 2018	As at March 31, 2017
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	31,193.77	29,135.68
Capital work-in-progress	2,949.56	987.94
Financial assets		
Investments	293.59	297.85
Loans	349.18	311.54
Other financial assets measured at amortised cost	99.73	101.77
Deferred tax asset (net)	479.39	320.04
Other non-current assets	37.07	78.43
<b>Total non-current assets</b>	<b>35,402.29</b>	<b>31,233.25</b>
<b>Current assets</b>		
Inventories	5,260.55	2,783.02
Biological assets other than bearer plants	2,951.65	1,790.57
Financial assets		
Trade and other receivables	11,793.96	10,488.37
Cash and cash equivalents	134.61	29.87
Bank balances other than above	635.01	738.45
Other financial assets measured at amortised cost	249.06	203.72
Current tax assets	213.42	189.99
Other current assets	1,545.91	2,133.96
<b>Total current assets</b>	<b>22,784.17</b>	<b>18,357.94</b>
<b>Total assets</b>	<b>58,186.46</b>	<b>49,591.19</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,000.00	1,000.00
Other equity	21,261.08	14,830.76
<b>Total equity</b>	<b>22,261.08</b>	<b>15,830.76</b>
<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	9,095.92	9,101.82
Other financial liabilities measured at amortised cost	8,373.27	8,381.52
Other non current liabilities	34.15	41.37
Long term provisions	689.26	498.84
<b>Total non-current liabilities</b>	<b>18,192.60</b>	<b>18,023.55</b>
<b>Current liabilities</b>		
Financial liabilities		
Borrowings	6,759.03	7,441.16
Trade payables	4,472.98	2,958.76
Other financial liabilities measured at amortised cost	4,676.33	4,653.65
Current tax liabilities	1.15	(0.00)
Other current liabilities	1,640.10	535.13
Short term provisions	183.19	148.18
<b>Total current liabilities</b>	<b>17,732.78</b>	<b>15,736.88</b>
<b>Total liabilities</b>	<b>35,925.38</b>	<b>33,760.43</b>
<b>Total equity and liabilities</b>	<b>58,186.46</b>	<b>49,591.19</b>

For Satia Industries Limited,



(R.K Bhandari)

Joint Managing Director

Place: Lalru

Date: 30.05.2018



**Extract of standalone Audited financial results for the quarter and period ended March 31, 2018**

S.No.	Particulars	Quarter ended			Year ended	
		3 Months ended 31 March 2018	Preceding 3 Months ended 31 December 2017	Corresponding 3 Months ended 31 March 2017	31 March 2018	31 March 2017
1	Total Income from Operations (net)	18,531.64	16,382.54	18,473.96	67,233.63	59,185.66
2	Net Profit / (loss) for the period (before tax, exceptional and/or extraordinary items)	2,944.12	2,499.33	1,753.12	8,333.05	4,751.31
3	Net Profit / (loss) for the period before tax (after exceptional and/or extraordinary items)	2,944.12	2,499.33	1,753.12	8,333.05	4,751.31
4	Net Profit / (loss) for the period after tax (after exceptional and/or extraordinary items)	2,055.33	2,395.09	1,797.24	6,867.03	4,555.16
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,996.19	2,389.60	1,791.74	6,791.40	4,533.17
6	Equity Share Capital	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
7	Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) -					
	1. Basic:	20.54	23.95	17.97	68.66	45.55
	2. Diluted:	20.54	23.95	17.97	68.66	45.55

**Notes:-**

1. The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulation, 2015. The full format of the Financial Results are available on the Stock Exchanges Websites [www.bseindia.com](http://www.bseindia.com) and on company's website [www.satiagroup.com](http://www.satiagroup.com).

2. Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind-AS for the quarter ended and six months ended March 31, 2017:

Note No.	Particulars	For the corresponding 3 Months ended March 31, 2017	For the year ended March 31, 2017
	<b>Net Profit under previous GAAP</b>	557.45	2,559.56
i	Guarantees issued recognized at fair value	-	33.17
ii	Recognition of borrowings using effective interest rate	8.13	(14.12)
iii	Recognition of loans to employees using effective interest rate	(0.67)	(0.67)
iv	Amortisation of Government grant	2.65	10.60
iv	Increased depreciation on assets	(2.65)	(10.60)
v	Deferred tax adjustment of GAAP adjustments	(7.09)	(52.23)
vi	Biological assets recognised at fair value less cost to sell	253.88	924.40
vii	Employee future benefits - actuarial gains and losses	8.41	33.63
vii	Prior period expenses	5.00	99.30
viii	Sale of REC	972.48	972.48
ix	Changes in fair value of investment	(0.36)	(0.36)
	<b>Net Profit as reported under Ind AS</b>	<b>1,797.23</b>	<b>4,555.16</b>
	Other comprehensive income, net of tax	(5.50)	(21.99)
	<b>Total comprehensive income under Ind AS</b>	<b>1,791.73</b>	<b>4,533.17</b>

For Satia Industries Limited



(R.K Bhandari)

Joint Managing Director

Place: Lalru

Date: 30.05.2018



**SATIA**  
INDUSTRIES  
LIMITED

CIN: - L21012PB1980PLC004329

Manufacturer of Quality  
Writing, Printing & Speciality  
Paper with ECO MARK



SIL/CS

30/05/2018

The Manager  
Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai-400001

Scrip Code: - 539201

Sub: Declaration on Auditors Report with Unmodified Opinion under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

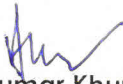
Dear Sir/ Madam,

I, Ashok Kumar Khurana Chief Financial Officer of Satia Industries Limited (CIN: L21012PB1980PLC004329) having Registered Office at Village Rupana, Malout-Muktsar Road, Distt: Muktsar, Punjab- 152032, India, hereby declare in accordance with Regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, that M/S Deepak Grover & Associates, Chartered Accountants (Firm Registration No: 505923) Statutory Auditors of the Company, have issued an Audit Report with unmodified opinion on Audited Financial Results of the Company ( Standalone ) for the Quarter and Financial Year ended on March 31, 2018.

This is for your records please,

Thanking you  
Yours faithfully

For Satia Industries Ltd

  
(Ashok Kumar Khurana)  
Chief Financial Officer