



SRIKALAHASTHI PIPES LIMITED



Regd. Office & Works: Rachagunneri-517641, Sri Kalahasthi Mandal, Chittoor District, A.P.,
Ph.:08578 286650 to 55; Fax: 286657/88 Website : www.sri Kalahasthipipes.com, CIN : L74999AP1991PLC013391

SPL/SECY/SE/2019-20

3rd February, 2020

The Manager-Dept. of Corporate Services

Bombay Stock Exchange Limited

Regd. Off: Floor 25, P.J.Towers

Dalal Street

Mumbai – 400 001

Fax: 022- 22723121/ 2272 2037

Scrip Code : 513605

The Manager-Dept. of Corporate Services

National Stock Exchange of India Ltd.

Exchange Plaza, Bandra Kurla Complex, Bandra (E)

Mumbai – 400 051

Fax: 022- 26598120/ 26598237/38

Symbol : SRIPIPES

Dear Sir,

Sub: Outcome of Board Meeting of the Company held on 3rd February, 2020.

With reference to the above subject, we inform that the Board at its meeting held today has, inter-alia:-

1. Approved the Un-audited financial results of the Company for the quarter ended 31st December, 2019. Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we enclose herewith the Un-audited financial results for the quarter ended 31st December, 2019 along with Limited Review Report of the auditors thereon.
2. Taken on record the resignation of Mr V. Poyyamozhi, Whole-time Director of the Company with effect from the close of working hours of 3rd February, 2020.
3. Approved the appointment of Mr M. Satyanarayana as Nominee Director as nominated by Andhra Pradesh Industrial Development Corporation (APIDC), with effect from 3rd February, 2020.

We are also enclosing herewith :-

- i) Press Release issued in connection with the Board Meeting of the Company held today.
- ii) Statement of utilization of proceeds raised by the Company through Qualified Institutions Placement (QIP), pursuant to SEBI's Circular No.CIR/CFD/CMD1/162/2019 dated 24th December, 2019.



Contd.



SRIKALAHASTHI PIPES LIMITED



Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal, Chittoor District, A.P.,
Ph.:08578 286650 to 55; Fax: 286657/88 Website : www.srikalahasthipipes.com, CIN : L74999AP1991PLC013391

The details as required under Regulation 30 - Para A of Part A of Schedule III to the Listing Regulations, with respect to change in directors and key managerial personnel are given below:

Particulars	Mr V. Poyyamozhi	Mr M. Satyanarayana
Reason for change	Submitted his resignation due to personal reasons.	Appointed as Nominee Director by APIDC
Date of appointment/cessation	Cessation date : 03.02.2020	Appointment date : 03.02.2020
Brief Profile	----	Mr M. Satyanarayan has done his Master of Commerce from Usmania University, Hyderabad. He joined APIDC in the year 1986 and served in different Departments in various capacities during his long stint of more than 30 years. Presently he is designated as Manager and looking after Equity Portfolio Management, Finance & Accounts and MIS Departments in APIDC.

The Meeting of the Board of Directors commenced at 11.30 AM and concluded at 02.15 P.M

Thanking you,

Yours faithfully,

For SRIKALAHASTHI PIPES LIMITED

G. KODANDA PANI
Company Secretary

Limited Review Report**The Board of Directors
Srikalahasthi Pipes Limited**

1. We have reviewed the accompanying statement of unaudited Financial Results of Srikalahasthi Pipes Limited ('the Company') for the Quarter and nine months ended on December 31, 2019 ('the Statement'). We have initialed the statement for identification only.
2. This Statement which is the responsibility of the Company's Management and has been 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 these financial statements based on our review.
3. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements 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.
4. Based on our review conducted as above, we report that, nothing has come to our attention that causes us to believe that the accompanying statement of the Results read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No.:301051E



Place: Kolkata
Date: February 03, 2020

R.P. Singh
R. P. Singh
Partner
Membership No.052438
UDIN No: 20052438AAAAAB4315



SRIKALAHASTHI PIPES LIMITED

Regd. Office & Works: Rachagunneri-517641, Srikalahasthi Mandal, Chittoor District, Andhra Pradesh
 CIN : L74999AP1991PLC013391; Phone : 08578 - 286650 - 655 email: companysecretary@srikalahasthipipes.com;
 Website : www.srikalahasthipipes.com

STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

(All amounts in Indian Rupees Lakhs Except per Share Data)

Sl. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from Operations	44,625.20	45,735.06	39,735.62	1,26,442.68	1,15,010.57	1,55,880.44
II	Other Income	1,444.93	1,615.69	934.99	4,272.67	3,773.02	5,064.63
III	Total income (I+II)	46,070.13	47,350.75	40,670.61	1,30,715.35	1,18,783.59	1,60,945.07
IV	Expenses:						
	(a) Cost of materials consumed	24,185.26	22,737.25	21,629.42	65,457.15	61,080.10	85,022.36
	(b) Purchase of stock in trade	-	6,199.79	-	6,363.50	5,062.46	5,453.80
	(c) Changes in inventories of finished goods and work-in-progress	(1,364.99)	(2,962.05)	(189.71)	(5,054.20)	(1,802.00)	(2,644.89)
	(d) Employee benefits expense	2,246.02	2,127.96	2,085.27	6,646.52	5,998.87	7,876.14
	(e) Finance Costs	1,222.88	1,126.26	1,088.13	3,266.18	3,349.58	4,050.23
	(f) Depreciation and amortisation expense	1,045.73	1,029.43	929.67	3,066.73	2,784.74	3,704.62
	(g) Other expenses	12,222.51	11,376.05	10,612.34	33,716.51	31,047.98	41,475.83
	Total Expenses (IV)	39,557.41	41,634.69	36,155.12	1,13,462.39	1,07,521.73	1,44,940.09
V	Profit before tax (I-IV)	6,512.72	5,716.06	4,515.49	17,252.96	11,261.86	16,004.98
VI	Tax expense						
	(a) Current Tax	1,770.20	1,468.55	1,057.94	4,313.62	2,489.46	3,399.29
	(b) Deferred Tax	(2,023.60)	656.41	341.66	(755.39)	601.86	851.96
	Total Tax expense	(253.40)	2,124.96	1,399.61	3,558.23	3,091.33	4,251.25
VII	Profit for the period (V-VI)	6,766.12	3,591.10	3,115.88	13,694.73	8,170.53	11,753.73
VIII	Other Comprehensive Income						
	Items that will not be reclassified to profit or loss	(6.00)	(6.00)	8.63	(18.00)	25.91	(24.01)
	Income Tax relating to items that will not be reclassified to profit or loss	0.33	2.10	(3.02)	4.53	(9.07)	8.40
	Other Comprehensive Income (Net of Tax)	(5.67)	(3.90)	5.61	(13.47)	16.84	(15.61)
IX	Total Comprehensive Income for the period (VII+VIII)	6,760.45	3,587.20	3,121.49	13,681.26	8,187.37	11,738.12
X	Paid-up equity share capital (Face Value Rs.10/- per Share)	4,669.84	4,669.84	4,669.84	4,669.84	4,669.84	4,669.84
XI	Other Equity excluding Revaluation Reserve						1,21,569.19
XII	Earnings Per Share (EPS) of Rs. 10 each (not annualised)						
	Basic and Diluted EPS (in Rs.)	14.49	7.69	6.67	29.33	17.50	25.17

Notes:-

1) The above unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and has been reviewed by the Audit Committee and approved by the Board of Directors on February, 03 2020. The results have been subjected to limited review by the Statutory Auditors.

2) In terms of Ind AS-108 "Operating Segment", the Company has one business segment i.e. Pipes and all other activities revolve around said business.

3) Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases" and applied the standard to its leasehold assets under modified retrospective approach with cumulative effect of initial recognition being given effect to on the date of application. Consequently, such assets have been recognised as "Right of Use" and have been amortised over the term of lease. Further, finance cost in respect of lease liability has been measured and considered in these financial statements. Previously charge on account of this was recognised as lease rent in terms of the agreement. This however does not have any significant impact on the Profit/Loss and Earning Per Share for the period.

4) Revenue from operations include Trading Sales as below:

December 31, 2019	Quarter Ended		Nine Months Ended		Year Ended
	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
-	6,572.89	-	6,738.38	5,282.40	5,679.53

5) The Company has elected the option to pay taxes at the reduced rate as per section 115BAA of the Income Tax Act, 1961. Accordingly, tax expense for the quarter and the nine months ended December 31, 2019 have been measured & recognised in accordance with the said provisions

6) Previous periods' figures have been regrouped/rearranged wherever necessary.



For SRIKALAHASTHI PIPES LIMITED

(Signature)

Gouri Shankar Rathi
 Whole Time Director

Place : Chennai.
 Date : February 03, 2020.



SRIKALAHASTHI PIPES LIMITED

148/150, Luz Church Road, Mylapore, Chennai - 600 004, India.

Tel : +91-44-2467 4900 (30 Lines), Fax : +91-44-2499 5229

E-mail : homarketing@srikalahasthipipes.com

PRESS RELEASE

The Board of Directors of Sri Kalahasthi Pipes Limited at its meeting held on 3rd February, 2020 has approved the un-audited financial results for the quarter ended 31st December, 2019.

The profit before tax for the quarter ended 31st December, 2019 was Rs.65.13 crores, as compared to Rs.45.15 crores in the corresponding quarter of previous year. The Profit after tax for the quarter ended 31st December, 2019 is Rs.67.66 crores as against Rs.31.15 crores in the same quarter of previous year. The company had adopted lower rate of Income Tax after evaluation and hence the charge on account of Income Tax is lower.

The cumulative profit after tax for the nine months ended 31st December, 2019 was Rs.136.95 crores as against Rs.81.71 crores in the corresponding nine months ended 31st December, 2018, thus registering an increase of about 68%.

Mr. G.S. Rathi, Whole-time Director informed that commercial operations of first furnace of 9 MVA to produce Ferro Silicon has commenced on 16th January, 2020 and the operations are stabilized. The 2nd furnace of 9 MVA to produce silico manganese will also be commissioned during the current quarter.

He further informed that the expansion plans to put up new MBF, Additional Hot Stove, Raw Material Handling System, Creating the facilities for producing 1200 dia D I Pipes and additional infrastructure to increase the capacity of D I Pipe production is as per schedule.

..2/-



Regd. Office & Works :

Rachagunneri - 517 641, Sri Kalahasthi Mandal, Chittoor District, Andhra Pradesh, India.

Tel : +91 8578-286650 to 55, Fax : +91 8578-286657, 287688

Website : www.srikalahasthipipes.com CIN:L74999AP1991PLC013391



/ 2 /

Mr.G.S.Rathi further informed that the externally funded projects tender invited and awarded during 2018-19, which were kept under hold by the present government of Andhra Pradesh, are cleared and revived now. Further, Government of Andhra Pradesh has given administrative sanction in the last month to take up drinking water supply projects in 6 districts of Andhra Pradesh with total estimated project cost of Rs.12,308 crores to ensure supply of potable drinking water in urban and rural areas. Srikalahasthi Pipes will be the major beneficiary of the upcoming water supply projects in Andhra Pradesh. The fund shortage with various governments in southern states during the year is expected to improve from the first quarter of next financial year 2020-21 due to fresh allocations.

He further informed that in the recent union budget an allocation of Rs.3.6 Lakh Crores has been made for "Jal Jeevan Mission" . Considering this initiative and the continuous support of Central and State Governments for water supply and irrigation projects, the Ductile Iron Pipe industry is hopeful of continuous growth.

Chennai

3rd February, 2020



G. S. Rathi

Whole Time Director

Statement of Deviation / Variation in utilisation of funds raised

Name of listed entity	Srikalahasthi Pipes Limited
Mode of Fund Raising	Qualified Institutions Placement
Date of Raising Funds	28.12.2017
Amount Raised	Rs.250 Crores
Report filed for Quarter ended	31.12.2019
Monitoring Agency	Not applicable
Monitoring Agency Name, if applicable	---
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	No
If Yes, Date of shareholder Approval	NA
Explanation for the Deviation / Variation	NA
Comments of the Audit Committee after review	NA
Comments of the auditors, if any	NA
Objects for which funds have been raised and where there has been a deviation, in the following table	

Original Object	Modified Object, if any	Original Allocation (Rs. Cr)	Modified allocation, if any	Funds Utilised (Rs. Cr)	Amount of Deviation/Variation for the quarter according to applicable object (Rs. Cr)	Remarks if any
Capital Expenditure including repayment of loans and general Corporate purposes (As mentioned in the Placement Document).	---	250	---	250	---	
Total		250	---	250	---	

For SRIKALAHASTHI PIPES LIMITED


G. KODANDA PANI
 Company Secretary

