

BLUE STAR LIMITED



Registered Office: Kasturi Buildings, Mohan T. Advani Chowk, Jamshedji Tata Road, Mumbai - 400 020.
CIN No.: L28920MH1949PLC006870, Telephone No.: +91 022 6665 4000, Fax No.: +91 22 6665 4152

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2016

(₹ in lakhs)

Sr. No.	Particulars	CONSOLIDATED					
		Quarter Ended Unaudited 30.9.16	Quarter Ended Unaudited 30.6.16	Quarter Ended (Refer Note 3) 30.9.15	Half Year Ended Unaudited 30.9.16	Half Year Ended (Refer Note 3) 30.9.15	Previous Year Ended (Refer Note 3) 31.3.16
1	Income from Operations						
	a) Net Sales/Income from Operations	88,474	121,279	83,810	209,753	185,214	378,595
	b) Other Operating Income	1,308	402	899	1,710	1,522	4,381
	Total Income from Operations	89,782	121,681	84,709	211,463	186,736	382,976
2	Expenses						
	a) Cost of materials consumed (including direct project cost)	45,898	53,456	41,120	99,354	85,180	191,170
	b) Purchase of Stock in trade	12,345	32,032	8,945	44,377	25,945	70,731
	c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	4,307	1,742	3,915	6,049	9,440	(6,488)
	d) Excise Duty	878	771	803	1,649	1,397	3,180
	e) Employee Benefits Expense	8,624	7,632	10,755	16,256	21,123	39,856
	f) Depreciation and Amortisation Expense	1,496	1,351	1,726	2,847	2,879	5,709
	g) Other Expenses	13,679	18,399	14,747	32,078	31,701	63,034
	Total Expenses	87,227	115,383	82,011	202,610	177,665	367,192
3	Profit from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	2,555	6,298	2,698	8,853	9,071	15,784
4	Other Income	984	1,115	488	2,099	1,085	2,967
5	Profit before Finance Cost and Exceptional Items (3+4)	3,539	7,413	3,186	10,952	10,156	18,751
6	Finance Costs	875	923	1,127	1,798	2,157	4,315
7	Profit after Finance cost but before Exceptional Items (5-6)	2,664	6,490	2,059	9,154	7,999	14,436
8	Exceptional Items	-	-	(1,580)	-	1,947	(1,189)
9	Profit before Tax (7+8)	2,664	6,490	479	9,154	9,946	13,247
10	Tax Expense	734	1,448	103	2,182	2,326	2,770
11	Net Profit after Tax (9-10)	1,930	5,042	376	6,972	7,620	10,477
12a	Share of profit in joint ventures	74	100	90	174	148	267
12b	Minority Interest	(5)	(3)	49	(8)	(9)	(85)
13	Net Profit for the Period (11+12)	1,999	5,139	515	7,138	7,759	10,659
14	Other Comprehensive Income, net of tax	(45)	(1)	11	(46)	(15)	(113)
15	Total Comprehensive Income for the period (13+14)	1,954	5,138	526	7,092	7,744	10,546
16	Paid Up Equity Share Capital (Face Value of the share - ₹ 2/- each)	1,909	1,906	1,799	1,909	1,799	1,799
17	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	43,986
18	Earnings Per Share (EPS) (in ₹) (not annualised)						
	a) Basic	2.09	5.39	0.54	7.48	8.14	11.18
	b) Diluted	2.09	5.37	0.54	7.45	8.13	11.16

NOTES:

- The Group has adopted Indian Accounting Standards ('Ind AS') and accordingly these financial results have been prepared in compliance with Ind AS as notified by the Ministry of Corporate Affairs. The date of transition to Ind AS is April 1, 2015. The impact of transition has been accounted for in opening reserves and the comparative period results for quarter and half year ended September 30, 2015, and year ended March 31, 2016 have been restated accordingly. The opening balance sheet as at April 1, 2015 and the results for the subsequent periods would get finalised along with the annual financial statements for the year ended March 31, 2017.
- The reconciliation of Net Profit as previously reported (referred to as 'previous Indian GAAP') and the total comprehensive income as per Ind AS is as per the table below:

Particulars	CONSOLIDATED	
	PREVIOUS YEAR ENDED 31-Mar-16	
Net Profit under previous Indian GAAP		10,838
Add/(Less):		
Actuarial Gain/Loss on employee defined benefit funds recognised in other comprehensive income		322
Reassessment of effective control and interest in Blue Star Qatar - WLL taken in Ind AS in opening reserves as on April 1, 2015		(692)
Fair value of Employee Stock Option		(382)
Unwinding of discounted non-current financial assets		552
Others		97
Tax expense on the above items		(76)
Net Profit for the period under Ind AS		10,659
Other Comprehensive Income, net of tax		(113)
Total Comprehensive Income under Ind AS		10,546

The Company has exercised the option of reporting consolidated financial results from the quarter ended June 30, 2016 as per Ind AS. Consequently, the above reconciliation has been provided only for the financial results for the year ended March 31, 2016 which was previously reported.

- The Audit Committee has reviewed the above results and the Board of Directors has approved the above results at their respective meetings held on November 10, 2016. The Statutory Auditors of the Company have carried out a limited review of the results for the current quarter. The Ind AS results of the quarter and half year ended September 30, 2015, previous year ended March 31, 2016 and Statement of Assets and Liabilities as on March 31, 2016 have not been subjected to limited review or audit and have been presented based on the information compiled by the management after making necessary adjustments to give a true and fair view of the results in accordance with Ind AS.
- Exceptional items for respective quarters and year end are:

Exceptional Income/(Expenses)	CONSOLIDATED				
	Quarter Ended 30-Sep-16	Quarter Ended 30-Jun-16	Quarter Ended 30-Sep-15	Half Year Ended 30-Sep-16	Year Ended 31-Mar-16
Bonus expenses for earlier years pursuant to retrospective amendment in statute	-	-	-	-	(146)
Surplus on sale of Information Technology business (refer notes 5 and 6)	-	-	-	3,527	4,014
Cost of Voluntary Retirement Scheme & other expenses on closure of plant	-	-	(1,580)	(1,580)	(1,869)
Cost update on major contracts	-	-	-	-	(2,724)
Impairment of goodwill on consolidation of BSIBIA	-	-	-	-	(464)
Total	-	-	(1,580)	1,947	(1,189)

- Pursuant to the composite Scheme of amalgamation ('the Scheme') of Blue Star Infotech Ltd (BSIL) and Blue Star Infotech Business Intelligence & Analytics Private Limited (BSIBIA) with the Company under sections 391 to 394 of The Companies Act, 1956 sanctioned by the Honourable High Court of Bombay on April 16, 2016, the assets and liabilities of BSIL and BSIBIA was transferred to and vested in the Company with effect from April 1, 2015. The Scheme has been given effect to in the above results. Accordingly, results for the quarter and half year ended September 30, 2015 are restated.
- During the quarter ended March 31, 2016, pursuant to a Business Transfer Agreement and Share Purchase Agreements executed on September 29, 2015 which was approved by the Board of Directors of BSIL on that date and subsequently by shareholders of BSIL on November 18, 2015, BSIL has sold its Information Technology business and investment in its three overseas subsidiaries (IT business) to Infogain Group. The transaction involved transfer of the business, employees and all business assets and liabilities for an agreed cash consideration of ₹17,268 Lacs. Consequent to amalgamation and subsequent sale of the IT business, the Company had recorded a net gain of ₹ 3,527 lacs in Consolidated results on April 1, 2015 being the excess of fair value of shares cancelled upon amalgamation over the cost of such shares in the Company's books and ₹ 487 lacs on January 1, 2016 being profit on sale of IT business. The above has been disclosed as an exceptional item in the respective period.
- The above financial results and segment includes results of discontinuing operations for IT which are as below :

Particulars	CONSOLIDATED				
	Quarter Ended 30-Sep-16	Quarter Ended 30-Jun-16	Quarter Ended 30-Sep-15	Half Year Ended 30-Sep-16	Year Ended 31-Mar-16
Income from Operations	-	-	7,036	-	14,361
Expenses	-	-	6,550	-	12,852
Profit before tax	-	-	486	-	1,509
Capital Employed	-	-	5,055	-	5,055

- Financial Results of Blue Star Limited (Standalone Information):

Particulars	CONSOLIDATED				
	Quarter Ended 30-Sep-16	Quarter Ended 30-Jun-16	Quarter Ended 30-Sep-15	Half Year Ended 30-Sep-16	Year Ended 31-Mar-16
Income from operations	83,427	117,289	76,819	200,716	172,199
Profit after Finance cost but before Exceptional Items	2,410	6,714	1,636	9,124	7,079
Profit before tax	2,410	6,714	56	9,124	12,164
Total Comprehensive Income	1,679	5,280	(12)	6,959	9,891

- Previous period/year's figures have been regrouped/rearranged wherever necessary.

UNAUDITED SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED FOR THE QUARTER ENDED SEPTEMBER 30, 2016

(₹ in Lacs)

Sr. No.	Particulars	CONSOLIDATED				
		Quarter Ended Unaudited 30.9.16	Quarter Ended Unaudited 30.6.16	Quarter Ended (Refer Note 3) 30.9.15	Half Year Ended Unaudited 30.9.16	Half Year Ended (Refer Note 3) 30.9.15
I	SEGMENT REVENUE					
	a. Electro-Mechanical Projects and Packaged Air Conditioning Systems	55,988	43,958	49,155	99,946	84,325
	b. Unitary Products	29,156	74,245	24,814	103,401	80,191
	c. Professional Electronics and Industrial Systems	4,638	3,478	3,704	8,116	7,859
	d. Others	-	-	7,427	-	14,856
	TOTAL SEGMENT REVENUE	89,782	121,681	85,100	211,463	187,231
	Less: Inter - Segment Revenue	-	-	391	-	495
	Total Income from Operations (Net)	89,782	121,681	84,709	211,463	186,736
II	SEGMENT RESULT PROFIT/(LOSS) BEFORE INTEREST & TAX					
	a. Electro-Mechanical Projects and Packaged Air Conditioning Systems	3,027	544	2,971	3,571	3,786
	b. Unitary Products	2,175	10,244	1,293	12,419	9,132
	c. Professional Electronics and Industrial Systems	725	442	653	1,167	1,361
	d. Others	-	-	486	-	1,509
	TOTAL SEGMENT RESULT	5,927	11,230	5,403	17,157	15,788
	Less: i) Interest and Other Financial Charges	875	923	1,127	1,798	2,157
	ii) Un-allocable Expenditure	2,387	3,817	2,217	6,205	5,632
	TOTAL PROFIT BEFORE TAXATION AND EXCEPTIONAL ITEM	2,664	6,490	2,059	9,154	7,999
	Exceptional item	-	-	(1,580)	-	1,947
	PROFIT BEFORE TAXATION	2,664	6,490	479	9,154	9,946
III	SEGMENT ASSETS					
	a. Electro-Mechanical Projects and Packaged Air Conditioning Systems	131,799	126,313	118,906	131,799	118,906
	b. Unitary Products	55,498	65,208	40,503	55,498	40,503
	c. Professional Electronics and Industrial Systems	7,979	4,533	6,187	7,979	6,187
	d. Others	-	-	8,262	-	8,262
	e. Un-allocable Corporate Assets	36,011	45,542	45,955	36,011	45,955
	TOTAL SEGMENT ASSETS	231,287	241,596	219,813	231,287	219,813
IV	SEGMENT LIABILITIES					
	a. Electro-Mechanical Projects and Packaged Air Conditioning Systems	90,074	84,200	75,675	90,074	75,675
	b. Unitary Products	25,853	50,705	20,130	25,853	20,130
	c. Professional Electronics and Industrial Systems	4,023	1,189	3,426	4,023	3,426
	d. Others	-	-	3,207	-	3,207
	e. Un-allocable Corporate Liabilities	40,819	37,010	49,175	40,819	49,175
	TOTAL SEGMENT LIABILITIES	160,769	173,104	151,613	160,769	151,613
V	CAPITAL EMPLOYED (Segment Assets - Segment Liabilities)					
	a. Electro-Mechanical Projects and Packaged Air Conditioning Systems	41,725	42,114	43,231	41,725	43,231
	b. Unitary Products	29,645	14,503	20,373	29,645	20,373
	c. Professional Electronics and Industrial Systems	3,956	3,344	2,761	3,956	2,761
	d. Others	-	-	5,055	-	5,055
	e. Un-allocable Corporate Assets less Liabilities	(4,808)	8,531	(3,220)	(4,808)	(3,220)
	TOTAL CAPITAL EMPLOYED IN THE COMPANY	70,518	68,492	68,200	70,518	68,200

Note :

- Based on the "management approach" as defined in Ind AS 108-Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments.
- Others include revenue and results from IT Business which was sold off during the Financial Year 2015-16.

STATEMENT OF ASSETS AND LIABILITIES AS ON SEPTEMBER 30, 2016

(₹ In lacs)

(₹ In lacs)

Sr. No.	Particulars	CONSOLIDATED		Sr. No.	Particulars	CONSOLIDATED	
		ASAT (UNAUDITED) 30.9.16	ASAT (Refer Note 3) 31.3.16			ASAT (UNAUDITED) 30.9.16	ASAT (Refer Note 3) 31.3.16
A	ASSETS			B	EQUITY AND LIABILITIES		
1.	Non-Current Assets			1.	Equity		
	(a) Property, Plant & Equipment	24,350	23,351		(a) Equity Share Capital	1,909	1,799
	(b) Capital Work in Progress	2,166	626		(b) Other Equity	68,609	61,243
	(c) Investment Property	6,129	6,280		Total Equity	70,518	63,042
	(d) Intangible Assets	4,513	3,890	2.	Minority Interest	116	103
	(e) Intangible Assets under development	792	1,009	3.	Non-Current Liabilities		
	(f) Financial Assets				(a) Financial Liabilities	380	414
	Trade Receivable	5,776	4,733		Other Financial Liabilities	1,342	1,056
	Loans	1,890	1,919		(b) Provisions	1,723	1,804
	Other Financial Assets	350	335		(c) Borrowings	39	41
	(g) Share in Networth of Joint Ventures	1,178	1,004		(d) Other non-current liabilities	-	-
	(h) Income Tax Assets (Net)	4,415	7,858		Total-Non-current liabilities	3,484	3,315
	(i) Deferred Tax Assets (Net)	10,875	10,737	4.	Current Liabilities		
	(j) Other non-current assets	2,716	2,493		(a) Financial Liabilities	69,965	108,201
	Total-Non Current Assets	65,150	64,235		Trade Payables	37,166	34,487
2.	Current Assets				Borrowings	1,483	