

# STAR CEMENT LIMITED

(Formerly CEMENT MANUFACTURING COMPANY LTD)

The Listing Department,  
National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block-G  
Bandra Kurla complex, Bandra-East  
Mumbai-400 051  
Stock code: STARCEMENT

BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai-400 001  
Stock code: 540575

Sub mission of Unaudited financial results of the Company for the third Quarter and  
nine months ended 31<sup>st</sup> December, 2017

For Star Cement Limited

06-02-2018

X

Debabrata Thakurta  
Company Secretary  
Signed by: DEBABRATA THAKURTA

Debabrata Thakurta  
Company Secretary



**STARCEMENT**  
Solid Solution

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**INDEPENDENT AUDITOR'S REVIEW REPORT**

On

**Interim Standalone Financial Results for the Quarter and Nine Months Ended 31<sup>st</sup> December 2017**

To

**The Board of Directors of STAR CEMENT LIMITED**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Star Cement Limited ("the Company") for the quarter and nine month period ended 31<sup>st</sup> December, 2017 ("the Statement"), submitted to us by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and nine month period ended ended 31<sup>st</sup> December, 2016, including the reconciliation of the net profit for the quarter under Indian Accounting Standards ( Ind AS) of the corresponding quarter with net profit for the quarter reported under previous GAAP as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review.
2. 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 Ind AS for Interim Financial Reporting (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013 (the Act) read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a Report on these financial results based on our review.
3. We conducted our review of the Statement 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'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.

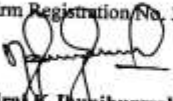


4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Ind AS notified under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting 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 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For D.K. Chhajjer & Co

Chartered Accountants

Firm Registration No. 304138E

  
Niraj K. Jhunjhunwala

Partner

Membership No. 057170



Place: Kolkata

Date : 6 February, 2018

**D. K. CHHAJER & CO.**  
CHARTERED ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REVIEW REPORT**

On  
Interim Consolidated Financial Results for the Quarter and Nine Months Ended 31<sup>st</sup> December 2017  
To  
The Board of Directors of **STAR CEMENT LIMITED**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results ("the Statement") of **Star Cement Limited** ("the Parent"), and its subsidiaries (the company and its subsidiaries together referred to as "the Group") for the quarter and nine month period ended 31<sup>st</sup> December, 2017 ("the Statement"), being submitted by the Group 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 5<sup>th</sup> July, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and nine month period ended 31<sup>st</sup> December, 2016 including the reconciliation of the net profit for the quarter under Ind AS of the corresponding quarter with net profit for the quarter reported under previous GAAP as reported in these financial results have been approved by the Parent's Board of Directors but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by its Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) for 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 results based on our review.
3. We conducted our review of the Statement 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 Statement is free of material misstatements. A review is limited primarily to inquiries of Group'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.
4. This Statement includes the results of the following entities.

Name of the Entity	Relationship
<ul style="list-style-type: none"><li>• Meghalaya Power Ltd.</li><li>• Megha Technical &amp; Engineers Pvt. Ltd.</li><li>• Star Cement Meghalaya Limited</li><li>• Star Century Global Cement Pvt. Ltd.</li><li>• NE Hills Hydro Ltd.</li></ul>	Subsidiary




5. We did not review the interim financial statements of two subsidiaries (i.e. NE Hills Hydro Ltd. & Star Century Global Cement Pvt. Ltd.) included in the consolidated unaudited financial results, whose interim financial statement reflect total assets of Rs. 7.22 Lakhs and Rs. 24.33 Lakhs as at 31<sup>st</sup> December, 2017 respectively. Both these subsidiaries had Nil revenue as at 31<sup>st</sup> December, 2017.
6. 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 applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 vide Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **D.K. Chhajjer & Co**

*Chartered Accountants*

Firm Registration No. 304138E

  
**Niraj K. Jhunjhunwala**

*Partner*

Membership No. 057170



Place: Kolkata

Date: 6 February, 2018

Statements of Unaudited Financial Results for the Quarter/Nine Months ended 31st December, 2017

Sl. No.	Particulars	STANDALONE			CONSOLIDATED						(₹ in Lakhs)
		Quarter ended 31.12.2017 Unaudited	Quarter ended 30.09.2017 Unaudited	Quarter ended 31.12.2016 Unaudited	Nine Months ended 31.12.2017 Unaudited	Nine Months ended 31.12.2016 Unaudited	Quarter ended 31.12.2017 Unaudited	Quarter ended 30.09.2017 Unaudited	Quarter ended 31.12.2016 Unaudited	Nine Months ended 31.12.2017 Unaudited	
1	Income										
	Revenue from Operations	34,767.40	25,756.95	30,219.64	101,447.91	95,284.51	37,424.30	28,099.79	35,483.21	110,578.42	108,550.57
	Other Income	16.65	91.95	34.31	139.95	126.17	26.36	90.09	7.83	153.17	72.14
	<b>Total Income</b>	<b>34,784.05</b>	<b>25,848.91</b>	<b>30,253.95</b>	<b>101,587.86</b>	<b>95,410.68</b>	<b>37,450.66</b>	<b>28,189.88</b>	<b>35,491.04</b>	<b>110,731.59</b>	<b>108,722.72</b>
2	Expenses										
	a. Cost of materials consumed	10,787.27	8,431.74	10,959.58	31,063.84	30,812.78	5,344.06	3,513.01	5,526.57	15,723.15	17,559.80
	b. Purchase of finished Goods	2,482.01	1,530.52	3,840.22	7,449.67	13,725.00	1,230.70	541.06	2,100.79	3,339.76	8,444.01
	c. Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(241.71)	564.34	380.57	450.54	(634.60)	(1,527.87)	2,730.79	1,624.89	769.66	(892.44)
	d. Excise duty	(318.51)	0.00	1,638.82	2,372.70	4,736.76	(318.51)	0.00	1,211.26	1,869.17	3,794.63
	e. Employee benefits expense	1,663.86	1,506.16	1,753.05	4,847.21	5,081.32	2,746.13	2,684.53	2,875.01	8,276.20	8,978.82
	f. Finance costs	1,123.24	1,170.01	1,371.57	3,564.41	4,281.25	1,370.92	1,414.06	1,866.37	4,367.87	5,962.29
	g. Depreciation and amortisation expense	1,195.51	1,406.72	1,172.75	3,993.47	3,493.79	3,365.05	3,259.89	3,559.10	9,656.28	10,566.98
	h. Other expenses	11,059.14	8,516.23	9,138.36	31,850.45	31,500.87	15,815.79	10,934.71	13,331.01	42,908.55	46,966.81
	<b>Total Expenses</b>	<b>28,055.82</b>	<b>23,225.73</b>	<b>30,362.43</b>	<b>85,542.29</b>	<b>93,706.17</b>	<b>28,036.27</b>	<b>25,078.05</b>	<b>32,094.99</b>	<b>86,900.64</b>	<b>101,280.90</b>
3	<b>Profit before exceptional items (1-2)</b>	<b>6,228.23</b>	<b>2,623.19</b>	<b>(108.47)</b>	<b>16,045.57</b>	<b>1,704.61</b>	<b>9,424.39</b>	<b>3,111.83</b>	<b>3,396.05</b>	<b>23,830.94</b>	<b>7,441.82</b>
4	Exceptional items	(2.47)	1.56	(57.40)	2.05	(10.74)	(1.56)	1.57	(56.93)	2.76	(27.98)
5	<b>Profit/(Loss) before tax (1+4)</b>	<b>6,225.81</b>	<b>2,624.75</b>	<b>(165.87)</b>	<b>16,047.62</b>	<b>1,693.87</b>	<b>9,422.83</b>	<b>3,113.40</b>	<b>3,339.12</b>	<b>23,833.70</b>	<b>7,413.84</b>
6	Tax expenses	289.50	425.66	(105.12)	1,071.08	(3.35)	284.26	487.30	(9.28)	1,098.51	120.46
7	<b>Net Profit/(Loss) after tax for the period (1-5)</b>	<b>5,936.31</b>	<b>2,199.09</b>	<b>(60.76)</b>	<b>14,976.54</b>	<b>1,677.72</b>	<b>9,138.56</b>	<b>2,626.10</b>	<b>3,348.40</b>	<b>22,735.19</b>	<b>7,293.38</b>
8	Other Comprehensive Income including non-controlling interest (net of taxes)	2.02	(32.68)	(3.08)	(78.40)	(9.23)	(1.22)	(25.44)	(5.56)	(26.83)	(16.69)
9	<b>Total Comprehensive Income for the period (7+8)</b>	<b>5,938.33</b>	<b>2,166.41</b>	<b>(63.83)</b>	<b>14,898.14</b>	<b>1,668.50</b>	<b>9,137.34</b>	<b>2,600.65</b>	<b>3,342.84</b>	<b>22,708.36</b>	<b>7,276.69</b>





STAR CEMENT LIMITED  
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 Email : investors@starcement.co.in ; website: www.starcement.co.in  
 CIN : L28542MH-2003PLC006063

Statement of Unaudited Financial Results for the Quarter/Nine Months ended 31st December, 2017

Sl. No.	Particulars	STANDALONE				CONSOLIDATED			
		Quarter ended 31.12.2017 Unaudited	Quarter ended 30.09.2017 Unaudited	Quarter ended 31.12.2016 Unaudited	Nine Months ended 31.12.2017 Unaudited	Nine Months ended 31.12.2016 Unaudited	Quarter ended 30.09.2017 Unaudited	Quarter ended 31.12.2016 Unaudited	Nine Months ended 31.12.2017 Unaudited
10	Net Profit for the period attributable to:								
	Shareholders of the Company	5,936.31	2,190.00	(60.76)	14,976.54	1,677.72	8,954.64	3,222.08	22,279.29
	Non-controlling interest	-	-	-	-	-	181.92	170.32	455.99
11	Other Comprehensive Income attributable to:								
	Shareholders of the Company	2.02	(32.68)	(3.08)	126.40	(9.22)	(2.32)	(5.22)	(27.56)
	Non-controlling interest	-	-	-	-	-	(0.90)	(0.14)	0.73
12	Total Comprehensive Income attributable to:								
	Shareholders of the Company	5,938.33	2,157.32	(63.83)	15,102.94	1,668.50	8,952.31	3,216.87	22,251.64
	Non-controlling interest	-	-	-	-	-	183.00	125.97	456.72
13	a) Paid up Equity Share Capital (Face Value of ₹ 1/- each)	4,192.29	4,192.29	4,192.14	4,192.29	4,192.14	4,192.29	4,192.14	4,192.14
	b) Equity share capital - Pending Allotment	-	-	0.15	-	0.15	-	0.15	-
14	Earnings Per Share (EPS) - (Face Value of ₹ 1/- each) (not annualised) (₹)								
	- Basic	1.42	0.52	(0.01)	3.57	0.40	2.14	0.77	5.31
	- Diluted	1.42	0.52	(0.01)	3.57	0.40	2.14	0.77	5.31



**STAR CEMENT LIMITED**  
Statement of Segment Revenue, Results and Capital Employed for the Quarter/Nine Months ended 31st December, 2017

Sl. No.	Particulars	CONSOLIDATED					(₹ in Lakhs)
		Quarter ended	Quarter ended	Quarter ended	Nine Months ended	Nine Months ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	
1	Segment Revenue						
	(a) Cement						
	(b) Power	37,124.27	28,094.77	35,481.05	110,071.16	108,646.43	
	External Sales Revenue						
	Inter Segment Revenue	300.03	5.02	2.15	507.25	4.14	
	Total Segment Revenue	2,618.51	2,180.71	2,710.84	7,566.18	7,787.77	
	Less : Inter Segment Revenue	40,042.81	30,280.50	38,194.05	118,144.60	116,438.34	
	Gross Revenue from Operations	2,618.51	2,180.71	2,710.84	7,566.18	7,787.77	
		37,424.30	28,099.79	35,483.21	110,578.42	108,650.57	
2	Segment Results (Profit/(Loss) Before Tax & Finance Cost)						
	(a) Cement						
	(b) Power	9,574.95	4,599.11	4,560.52	26,167.96	11,167.15	
	Total	508.87	380.86	551.18	1,497.39	1,675.34	
	Less : Finance Costs	10,083.82	4,979.97	5,111.70	27,665.35	12,842.49	
	Add : Unallocable Expenses net off unallocable income	1,370.92	1,414.06	1,866.37	4,357.87	5,962.29	
	Total Profit/(Loss) Before Tax	709.92	(452.52)	93.78	526.22	533.64	
		9,422.82	3,113.40	3,339.12	23,833.70	7,413.84	
3	Segment Assets						
	(a) Cement						
	(b) Power	207,631.71	211,722.33	201,528.47	207,631.71	201,528.47	
	(c) Unallocated	24,957.20	26,109.36	27,860.99	24,957.20	27,860.99	
	Total	16,339.74	16,615.70	14,502.05	16,339.74	14,502.05	
		248,928.65	254,447.39	243,891.51	248,928.65	243,891.51	
4	Segment Liabilities						
	(a) Cement						
	(b) Power	87,812.21	99,527.88	110,744.24	87,812.21	110,744.24	
	(c) Unallocated	9,297.55	12,215.59	14,596.10	9,297.55	14,596.10	
	Total	37.12	57.23	70.97	37.12	70.97	
		97,146.88	111,800.70	125,411.31	97,146.88	125,411.31	
5	Capital Employed (Segment Assets less Segment Liabilities)						
	(a) Cement						
	(b) Power	119,819.50	112,194.45	90,784.23	119,819.50	90,784.23	
	(c) Unallocated	15,659.99	13,893.77	13,264.85	15,659.99	13,264.85	
	Total	15,302.63	16,568.47	14,411.08	15,302.63	14,411.08	
		151,781.78	142,646.69	118,480.20	151,781.78	118,480.20	





#### NOTES TO STANDALONE FINANCIAL RESULTS:

- The above results have been reviewed by Audit Committee and approved by the Board of Directors at their respective meetings held on 6th February, 2018. Limited Review of the above results has been carried out by the Statutory Auditors of the Company.
- Consequent to the introduction of Goods and Services Tax (GST) with effect from 1st July 2017, Central excise, Value Added Tax (VAT), etc. have been replaced by GST. In accordance with Indian Accounting Standard - 18 on revenue and Schedule III of the Companies Act, 2013, GST is not included in Gross Revenue from Operations in applicable periods. In view of the aforesaid restructuring of Indirect taxes, revenue from operations and segment revenue (gross) for the third quarter and Nine months ended 31st December, 2017 are not comparable with the previous period.
- The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017. Financial results for the third quarter and Nine months ended 31st December, 2017 are in compliance with the Indian Accounting Standards (Ind AS) and this information has not been subjected to Limited Review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the company's affairs.
- Statement of reconciliation of net profit under Ind AS and Indian GAAP for the quarter ended 31st December, 2016

(₹ in Lakhs)		
Particulars	Quarter ended 31.12.2016 (Unaudited)	Nine months ended 31.12.2016 (Unaudited)
Net Profit after taxes for the period as per Indian GAAP		
Transaction cost amortisation as per EIR approach	(72.65)	1,633.89
Deferred guarantee income	(0.24)	(0.85)
Fair valuation of investment	14.85	54.85
Remeasurement of post-employment benefit obligations	(0.74)	(0.71)
Deferred tax asset/(liability) on above adjustments	4.70	14.10
Net Impact of Ind AS adjustments	(6.68)	(23.57)
	(60.76)	1,677.72
Other Comprehensive Income		
	(3.07)	(9.22)
Total comprehensive income as per Ind AS as on 31st December, 2016	(63.83)	1,668.50

- Figures of the previous period have been regrouped and reclassified to confirm to the classification of current period, wherever necessary.

#### NOTES TO CONSOLIDATED FINANCIAL RESULTS:

- The above results have been reviewed by Audit Committee and approved by the Board of Directors at their respective meetings held on 6th February, 2017. Limited Review of the above results has been carried out by the Statutory Auditors of the Company.
- The consolidated results include results of its subsidiaries Star Cement Meghalaya Limited (SCML), Megha Technical & Engineers Private Limited (MTEPL), Meghalaya Power Limited (MPL), NE Hills Hydro Ltd. (NEHL) and Star Century Global Cement Private Limited (SCGCPL).
- Consequent to the introduction of Goods and Services Tax (GST) with effect from 1st July 2017, Central excise, Value Added Tax (VAT), etc. have been replaced by GST. In accordance with Indian Accounting Standard - 18 on revenue and Schedule III of the Companies Act, 2013, GST is not included in Gross Revenue from Operations in applicable periods. In view of the aforesaid restructuring of Indirect taxes, revenue from operations and segment revenue (gross) for the quarter and nine months ended 31st December, 2017 are not comparable with the previous period.

The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017. Financial results for the quarter and nine month ended 31st December, 2016 are in compliance with the Indian Accounting Standards (Ind AS) and this information has not been subjected to Limited Review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the company's affairs.



5 Statement of reconciliation of net profit under Ind AS and Indian GAAP for the quarter ended 31st December, 2016 :

Particulars	₹ in Lakhs	
	Quarter ended 31.12.2016 (Unaudited)	Nine months ended 31.12.2016 (Unaudited)
Net Profit after taxes for the period as per Indian GAAP	3,337.16	7,219.70
Additional interest expense on fixed loans as per EIR approach	(6.31)	(20.32)
Fair Valuation of Investment	(0.74)	(0.71)
Re-measurement of post-employment benefit obligations	8.05	24.16
Deferred tax asset/(liability) on above adjustments	10.25	70.55
Net impact of Ind AS adjustments	3,348.41	7,293.38
Other Comprehensive Income	(5.57)	(16.70)
Total comprehensive income as per Ind AS as on 31st December, 2016	3,342.84	7,276.69

6 Figures of the previous period have been regrouped and reclassified to confirm to the classification of current period, wherever necessary.

Date: 6th February, 2018

Place: Kolkata

By order of the Board  
For Star Cement Limited

*Sajjan Bhajanka*

Sajjan Bhajanka  
Chairman

