

11<sup>th</sup> November, 2017

BSE Limited  
Corporate Relationship Department  
P J Towers  
Dalal Street, Fort,  
Mumbai – 400 001.

Dear Sir/ Madam,

**Sub:** Outcome of Board Meeting held on 11<sup>th</sup> November, 2017

**Ref:** Security code: 524520; Security ID: KMC SHIL

This is to inform you that the Board of Directors at their meeting held today, the 11<sup>th</sup> day of November, 2017 approved the Standalone Unaudited Financial results for the Quarter and Half Year ended 30<sup>th</sup> September, 2017 along with the Limited Review Report of the Auditors, copy of which is enclosed for your records.

We hereby inform you that the Board Meeting commenced at 03:45 PM and concluded at 06:25 PM.

Thank you,  
With regards,

For **KMC SPECIALITY HOSPITALS (INDIA) LIMITED**



**SATHYAN G**  
COMPANY SECRETARY



**Regd. Office**

**KMC Speciality Hospitals (India) Ltd**

CIN - L85110TN1982PLC009781

No. 6, Royal Road, Cantonment, Trichy - 620 001.

T 0431-4077777 F 0431 - 2415402

E info@kauveryhospital.com | W www.kauveryhospital.com



Statement of unaudited financial results for the quarter and six months period ended September 30, 2017.

Particulars	Quarter ended			Six months period ended	
	September 30. 2017 (Unaudited)	June 30. 2017 (Unaudited)	September 30. 2016 (Unaudited)	September 30. 2017 (Unaudited)	September 30. 2016 (Unaudited)
<b>1 Income</b>					
a) Revenue from operations	1,831.29	1,566.25	1,340.71	3,397.54	2,585.43
b) Other income	3.56	6.02	2.46	9.58	4.61
<b>Total income</b>	<b>1,834.85</b>	<b>1,572.27</b>	<b>1,343.17</b>	<b>3,407.12</b>	<b>2,590.04</b>
<b>2 Expenses</b>					
a) Cost of materials consumed	29.78	56.59	36.22	86.37	67.88
b) Purchase of traded goods	223.38	206.87	184.56	430.25	349.38
c) Changes in inventory of traded goods	14.42	(5.84)	(3.88)	8.58	(3.78)
d) Employee benefits expense	381.83	353.69	257.20	735.52	531.86
e) Finance costs	12.10	19.02	48.20	31.12	78.43
f) Depreciation and amortisation expense	88.81	88.40	78.29	177.21	152.70
g) Other expenses	760.96	690.68	564.32	1,451.64	1,081.90
<b>Total expenses</b>	<b>1,511.28</b>	<b>1,409.41</b>	<b>1,164.91</b>	<b>2,920.69</b>	<b>2,258.37</b>
<b>3 Profit before tax (1-2)</b>	<b>323.57</b>	<b>162.86</b>	<b>178.26</b>	<b>486.43</b>	<b>331.67</b>
<b>4 Income tax expense</b>					
a) Current tax	60.52	46.00	38.25	106.52	72.96
b) Deferred tax	58.00	8.01	27.61	66.01	42.97
<b>Total income tax expense</b>	<b>118.52</b>	<b>54.01</b>	<b>65.86</b>	<b>172.53</b>	<b>115.93</b>
<b>5 Profit after tax (3-4)</b>	<b>205.05</b>	<b>108.85</b>	<b>112.40</b>	<b>313.90</b>	<b>215.74</b>
<b>6 Other comprehensive income</b>					
Items that will not be reclassified subsequently to profit or loss					
(a) Re-measurement of defined benefit plans	(19.70)	4.50	2.25	(15.20)	4.50
(b) Income tax effect	6.76	(1.50)	(1.49)	5.26	(1.49)
<b>Total other comprehensive income, net of tax</b>	<b>(12.94)</b>	<b>3.00</b>	<b>0.76</b>	<b>(9.94)</b>	<b>3.01</b>
<b>7 Total comprehensive income, net of tax (5+6)</b>	<b>192.11</b>	<b>111.85</b>	<b>113.16</b>	<b>303.96</b>	<b>218.75</b>
<b>8 Paid-up share capital (Face value of Rs.1 each)</b>	<b>1,630.85</b>	<b>1,630.85</b>	<b>1,630.85</b>	<b>1,630.85</b>	<b>1,630.85</b>
<b>9 Earnings per share of Rs. 1/- each :</b>					
Basic and diluted EPS	0.13	0.07	0.07	0.19	0.13
	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)

Statement of assets and liabilities

Particulars		Rs. In Lakhs
		As at September 30, 2017 (Unaudited)
<b>A Assets</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment		3,123.56
(b) Investment property		40.43
(c) Intangible assets		2.97
(d) Financial assets		
Investments		0.22
Loans		63.18
Other financial assets		15.65
(e) Income tax assets (net)		278.67
(f) Other assets		23.54
(g) Deferred tax asset (net)		446.12
<b>Sub-total - Non-current assets</b>		<b>3,994.34</b>
<b>2 Current assets</b>		
(a) Inventories		65.17
(b) Financial assets		
Trade receivables		193.73
Cash and cash equivalents		104.68
Other bank balances		202.49
Loans		4.80
Other financial assets		94.14
(c) Other assets		23.60
<b>Sub-total - Current assets</b>		<b>688.61</b>
<b>Total - Assets</b>		<b>4,682.95</b>
<b>Equity and Liabilities</b>		
<b>1 Equity</b>		
(a) Equity share capital		1,630.85
(b) Other equity		1,076.88
<b>Sub-total - Equity</b>		<b>2,707.73</b>
<b>2 Non-current liabilities</b>		
(a) Financial Liabilities		
Borrowings		233.20
Other financial liabilities		150.22
(b) Provisions		11.82
<b>Sub-total - Non-current liabilities</b>		<b>395.24</b>
<b>3 Current liabilities</b>		
(a) Financial Liabilities		
Trade payables		435.21
Other financial liabilities		1,002.09
(b) Other liabilities		136.97
(c) Provisions		5.71
<b>Sub-total - Current liabilities</b>		<b>1,579.98</b>
<b>Total - Equity and Liabilities</b>		<b>4,682.95</b>



**Notes:**

- 1 The above unaudited financial results in respect of KMC Speciality Hospitals (India) Limited (the Company) for the quarter and six months period ended September 30, 2017 have been reviewed by Audit Committee and approved by the Board of Directors on November 11, 2017. The above results are subjected to limited review by the statutory Auditors of the Company. The report of the Statutory Auditors is unqualified.
- 2 Beginning April 1, 2017, the Company has for the first time adopted Indian Accounting Standards (Ind AS) with a transition date of April 1, 2016. These financial results have been prepared in accordance with Ind AS prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Regulations") and SEBI circular dated July 5, 2016. The Company has opted to avail the relaxations provided by SEBI in respect of disclosure requirements for the corresponding figures of earlier periods and accordingly, has not provided the financial results for the year ended March 31, 2017, statement of assets and liabilities as on that date and the reconciliation for equity and net profit or loss between the Generally Accepted Accounting Principles ('previous GAAP') and Ind AS for the year ended March 31, 2017 in this statement.

The Company has prepared a reconciliation of the net profit for the corresponding period under the previously applicable previous GAAP with the total comprehensive income as reported in these financial results under Ind AS. The net profit reconciliation for the quarter and six months period ended September 30, 2016 for the results are presented below:

Particulars	Quarter ended September 30, 2016	Six months period ended September 30, 2016
Profit after tax (PAT) as per previous GAAP	147.85	272.27
Impact due to expected credit loss provision on trade receivables	(7.08)	(10.55)
Remeasurement gains on defined benefit plans	(2.25)	(4.50)
Tax impact due to above adjustments	1.49	1.49
Deferred tax asset, reversed pursuant to utilisation of tax losses	(27.61)	(42.97)
<b>PAT as per Ind AS</b>	<b>112.40</b>	<b>215.74</b>
<i>Other Comprehensive Income (OCI)</i>		
Items that will not be reclassified subsequently to profit or loss:		
Remeasurement gains on defined benefit plans, net of tax	0.76	3.01
<b>Total comprehensive income as reported under Ind AS</b>	<b>113.16</b>	<b>218.75</b>

- 3 Figures for the corresponding quarter and six months period ended September 30, 2016 in the financial results have been adjusted for differences in accounting principles on transition to Ind AS. The management has exercised necessary due diligence to ensure that the financial results (including reconciliation) provide a true and fair view of the Company's affairs. These adjusted financial results have been approved by the Board of Directors, but not subjected to review / audit.
- 4 Based on the "Management approach" as defined in Ind AS 108-Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance as a single business segment namely "Medical and Healthcare services".
- 5 Previous period figures have been regrouped/ reclassified, wherever necessary, to correspond with the current period's classification/ disclosure.

Place: Chennai  
Date : November 11, 2017



*(Signature)*  
Dr. S Chandrakumar  
Managing Director  
DIN: 01867847



# B S R & Co. LLP

Chartered Accountants

KRM Tower, 1<sup>st</sup> & 2<sup>nd</sup> Floor,  
No 1, Harrington Road, Chetpet,  
Chennai - 600 031, India.

Telephone : +91 44 4608 3100  
Fax : +91 44 4608 3199

## Limited review report to The Board of Directors of KMC Speciality Hospitals (India) Limited

We have reviewed the accompanying statement of unaudited financial results ("the Statement") of **KMC Speciality Hospitals (India) Limited** ("the Company") for the quarter and six months period ended September 30, 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Regulations').

Attention is drawn to the fact that the figures for the corresponding quarter and six months period ended September 30, 2016, including the reconciliation of net profit after tax as per previously applicable Generally Accepted Accounting Principles ("GAAP") to total comprehensive income as per Indian Accounting Standards (Ind AS), as reported in these financial results, have been approved by the Company's Board of Directors but have not been subjected to review / audit.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

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 results are free of material misstatement. A

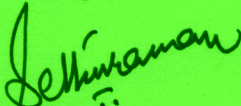
review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results for the quarter and six months period ended September 30, 2017, prepared in accordance with the applicable accounting standards i.e. Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

for B S R & Co. LLP

Chartered Accountants

ICAI Firm registration No. 101248W/W-100022

  
S. Sethuraman

Partner

Membership No. 203491

Place: Chennai

Date: November 11, 2017