

STERLITE TECHNOLOGIES LIMITED

(CIN : L31300MH2000PLC269261)

CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(Rs. in Crores except per share data)

Particulars	Quarter ended			Year ended	
	Mar 17 (Audited) (Refer note 13)	Dec 16 (Unaudited) (Refer note 13)	Mar 16 (Audited) (Refer note 13)	Mar 17 (Audited)	Mar 16 (Audited)
Revenue from operations	707.16	732.35	613.93	2,593.56	2,274.86
Other Income	3.08	4.55	3.30	23.45	16.21
Total Income	710.24	736.90	617.23	2,617.01	2,291.07
Total Expenditure	613.51	662.79	546.31	2,356.81	2,060.53
a) Cost of materials consumed	406.73	246.57	223.03	1,063.73	938.87
b) Purchases of stock-in-trade	-	-	31.91	40.69	33.72
c) (Inc) / Dec in inventories of finished goods, stock-in-trade & WIP	(120.56)	32.55	2.92	(106.07)	(11.78)
d) Excise duty on sale of goods	6.62	45.30	5.76	144.71	130.87
d) Employee benefits expense	69.10	71.43	61.17	290.30	205.10
e) Finance Costs	24.30	30.08	30.17	122.93	119.24
f) Depreciation & amortisation expense	44.49	40.88	38.09	159.23	125.60
g) Other expenses	182.83	195.98	153.26	641.29	518.91
Profit before tax	96.73	74.11	70.92	260.20	230.54
Tax expense	27.92	19.68	14.54	39.66	65.19
Current Tax	29.03	18.86	11.98	66.92	47.36
Deferred Tax (Refer Note 4)	(1.11)	0.82	2.56	(27.26)	17.83
Net Profit for the period	68.81	54.43	56.38	220.54	165.35
Share of Profit/(Loss) of Joint Venture	(0.14)	(1.41)	1.20	(2.83)	(5.56)
Net Profit after Tax & Share In Profit/ (Loss) of Joint Venture	68.67	53.02	57.58	217.71	159.79
Other comprehensive income					
A. i) Items that will be reclassified to Profit or Loss	(7.60)	1.18	2.24	(0.83)	1.98
ii) Income tax relating to the items that will be reclassified to profit or loss	2.63	(0.41)	(0.77)	0.29	(0.69)
B. i) Items that will not be reclassified to Profit or Loss	(0.82)	-	(1.20)	(0.82)	(3.34)
ii) Income tax relating to the items that will not be reclassified to profit or loss	0.28	-	0.41	0.28	1.16
Other comprehensive income	(5.51)	0.77	0.68	(1.08)	(0.89)
Total comprehensive income for the period	63.16	53.79	58.26	216.63	158.90
Net Profit attributable to					
a) Owners of the Company	63.66	49.13	54.75	201.38	153.71
b) Non controlling Interest	5.01	3.89	2.83	16.33	6.08
Other Comprehensive income attributable to					
a) Owners of the Company	(5.51)	0.77	0.68	(1.08)	(0.89)
b) Non controlling Interest	-	-	-	-	-
Total Comprehensive income attributable to					
a) Owners of the Company	58.15	49.90	55.43	200.30	152.82
b) Non controlling Interest	5.01	3.89	2.83	16.33	6.08
Paid-up Equity Capital (Face value Rs.2 per share)	79.66	79.64	79.04	79.66	79.04
Earning Per Share (Rs.)- Basic	1.60	1.23	1.39	5.07	3.90
Earning Per Share (Rs.)- Diluted	1.57	1.21	1.36	4.98	3.82




STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)

CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

Statement of Assets & Liabilities

(Rs. In Crores)

Particulars	Year ended	
	31 Mar 2017 (Audited)	31 Mar 2016 (Audited)
ASSETS		
I. Non-current assets		
(a) Property, plant & equipment	1,183.05	984.78
(b) Capital work in progress	65.91	172.32
(c) Investment property	9.04	9.19
(d) Goodwill (Refer note 3)	103.57	133.31
(e) Other intangible assets	17.05	18.87
(f) Deferred tax assets (net) (Refer note 4)	43.11	10.06
(g) Investments	14.12	7.24
(h) Non-current financial assets		
(i) Loans	7.08	-
(ii) Trade receivables	4.52	4.64
(iii) Other Non-current financial assets	11.77	14.36
(i) Other Non-current assets	18.64	34.06
Total Non-current assets	1,477.86	1,388.83
II. Current assets		
(a) Inventories	333.49	205.31
(b) Financial assets		
(i) Investments	35.01	-
(ii) Trade receivables	686.69	708.40
(iii) Cash and bank balances	137.41	77.72
(iv) Other current financial assets	65.61	95.39
(c) Other current assets	214.58	148.87
Total current assets	1,472.79	1,235.69
Total Assets	2,950.65	2,624.52
EQUITY AND LIABILITIES		
Equity		
Equity share capital	79.66	79.04
Other equity	800.41	675.60
Equity attributable to shareholders	880.07	754.64
Non-Controlling Interest	45.20	31.21
Total Equity	925.27	785.85
Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	427.07	467.84
(ii) Other financial liabilities	112.31	103.03
(b) Deferred tax liabilities (net)	39.69	38.16
(c) Provisions	37.19	26.39
(d) Other non current liabilities	-	0.43
Total non-current liabilities	616.26	635.85
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	591.00	354.20
(ii) Trade payables	448.64	372.21
(iii) Other financial liabilities	286.73	423.46
(b) Provisions	25.45	21.27
(c) Other current liabilities	57.30	31.68
Total current liabilities	1,409.12	1,202.82
Total equity & liabilities	2,950.65	2,624.52



STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)
STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(Rs. in Crores except per share data)

Particulars	Quarter ended			Year ended	
	Mar 17	Dec 16	Mar 16	Mar 17	Mar 16
	(Audited) (Refer note 13)	(Unaudited) (Refer note 13)	(Audited) (Refer note 13)	(Audited)	(Audited)
Revenue from operations	642.86	689.61	581.28	2,401.18	2,158.79
Other Income	8.75	4.94	7.89	28.99	20.67
Total Income	651.61	694.55	589.17	2,430.17	2,179.46
Total Expenditure	577.46	634.12	517.34	2,232.19	1,931.85
a) Cost of materials consumed	384.53	238.79	213.50	1,021.90	897.68
b) Purchases of stock-in-trade	-	-	31.78	40.58	33.44
c) (Inc) / Dec in inventories of finished goods, stock-in-trade & WIP	(117.39)	33.00	3.70	(102.27)	(12.71)
d) Excise duty on sale of goods	6.71	45.30	5.96	144.80	131.07
e) Employee benefits expense	57.99	65.06	53.87	258.28	178.87
f) Finance Costs	24.79	29.22	25.33	112.15	97.88
g) Depreciation & amortisation expense	38.73	34.75	33.33	138.49	107.02
h) Other expenses	182.10	188.00	149.87	618.26	498.60
Profit before tax	74.15	60.43	71.83	197.98	247.61
Tax expense :	24.44	16.56	16.52	57.24	66.19
Current Tax	23.55	15.58	15.32	54.77	46.84
Deferred Tax	0.89	0.98	1.20	2.47	19.35
Net Profit for the period	49.71	43.87	55.31	140.74	181.42
Other comprehensive income					
A. i) Items that will be reclassified to Profit or Loss	(7.50)	1.18	2.25	(0.83)	1.98
ii) Income tax relating to the items that will be reclassified to profit or loss	2.63	(0.41)	(0.77)	0.29	(0.69)
B. i) Items that will not be reclassified to Profit or Loss	(0.82)	-	(1.20)	(0.82)	(3.34)
ii) Income tax relating to the items that will not be reclassified to profit or loss	0.28	-	0.41	0.28	1.16
Other comprehensive income	(5.51)	0.77	0.69	(1.08)	(0.89)
Total comprehensive income for the period	44.20	44.64	56.00	139.66	180.53
Paid-up Equity Capital (Face value Rs.2 per share)	79.66	79.64	79.04	79.66	79.04
Earning Per Share (Rs.)- Basic	1.25	1.10	1.40	3.55	4.60
Earning Per Share (Rs.)- Diluted	1.23	1.08	1.37	3.48	4.50
Debenture Redemption Reserve				37.50	37.50
Other Equity including debenture redemption reserve				891.66	815.15
Debt equity ratio (Refer note 8)				1.09	1.01
Debt service coverage ratio (Refer note 8)				0.89	0.92
Interest Service coverage ratio (Refer note 8)				2.77	3.53




STERLITE TECHNOLOGIES LIMITED
(CIN : L31300MH2000PLC269261)

STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

Statement of Assets & Liabilities

(Rs. In Crores)

Particulars	Year ended	
	31 Mar 2017 (Audited)	31 Mar 2016 (Audited)
ASSETS		
I. Non-current assets		
(a) Property, plant & equipment	950.94	770.31
(b) Capital work in progress	14.75	124.76
(c) Investment property	9.04	9.19
(d) Goodwill (Refer note 3)	103.57	133.21
(e) Other intangible assets	10.29	10.69
(f) Investments	264.85	132.55
(g) Non-current financial assets		
(i) Trade receivables	4.52	0.39
(ii) Loans	120.44	92.70
(iii) Other non-current financial assets	10.00	10.58
(h) Other non-current assets	7.93	19.84
Total Non-current Assets	1,496.33	1,304.22
II. Current Assets		
(a) Inventories	309.31	189.19
(b) Financial assets		
(i) Investments	35.01	-
(ii) Trade receivables	694.32	741.22
(iii) Cash and bank balances	78.93	38.05
(iv) Other financial assets	67.54	90.90
(c) Other current assets	205.51	144.41
Total current assets	1,390.62	1,203.77
Total Assets	2,886.95	2,507.99
EQUITY AND LIABILITIES		
Equity		
Equity share capital	78.66	79.04
Other equity	891.66	815.15
Total Equity	971.32	894.19
Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	404.57	327.90
(ii) Other financial liabilities	111.92	100.77
(b) Other Liabilities	-	0.43
(c) Deferred tax liabilities (net)	42.76	43.26
(d) Provisions	34.93	26.00
Total Non-current liabilities	594.18	498.36
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	588.72	339.72
(ii) Trade payables	432.21	358.08
(iii) Other financial liabilities	226.89	373.09
(b) Provisions	27.31	20.96
(c) Other current liabilities	46.32	23.59
Total current liabilities	1,321.45	1,116.44
Total equity & liabilities	2,886.95	2,507.99




Notes:

1. The above results have been reviewed by the Audit Committee. The Board of directors at its meeting held on April 26, 2017 approved the above results.

2. The Company has adopted Indian Accounting Standards (Ind-AS) with the transition date of April 1, 2015. Accordingly, the financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind-AS 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular dated July 5, 2016. The reconciliation of Standalone and consolidated net profit for the quarter and year ended March 31, 2016 and reconciliation of other equity at standalone and consolidated level under Ind-AS and previous Indian GAAP is as follows:

Particulars	Amount (Rs. in Crores)			
	Standalone		Consolidated	
	Quarter Ended Mar 16	Year Ended Mar 16	Quarter Ended Mar 16	Year Ended Mar 16
Net profit after tax as per previous GAAP	51.90	181.05	56.26	151.06
Impact of change in accounting policy (refer note 5)	4.18	(2.63)	4.18	(2.63)
Measurement of derivative financial instruments at fair value	(0.55)	(0.05)	(0.55)	(0.05)
Reclassification of actuarial losses on employee benefit obligations to OCI	1.20	3.34	1.20	3.34
Discounting of provisions	0.71	1.73	0.71	1.73
Interest income on unwinding of discount on financial assets	0.51	0.86	0.15	0.55
Interest expense on unwinding of discount on financial liabilities	(0.47)	(0.92)	(1.01)	(1.56)
Others	(3.05)	(1.76)	(6.87)	2.64
Deferred tax on above adjustments	0.87	(0.20)	0.68	(1.36)
Net profit after tax as per Ind-AS	55.30	181.42	54.75	153.72
Other comprehensive income (OCI) (net of tax)	0.70	(0.89)	0.70	(0.89)
Total comprehensive income	56.00	180.53	55.44	152.83

Equity reconciliation as at March 31, 2016

Particulars	Amount (Rs. in Crores)	
	Standalone	Consolidated
Other Equity as per previous GAAP	735.92	619.81
Impact of change in accounting policy (refer note 5)	(2.63)	(2.63)
Measurement of derivative financial instruments at fair value	0.51	0.51
Discounting of provisions	1.99	1.99
Valuation of financial liabilities at amortised cost	(1.31)	(1.11)
Interest income on unwinding of discount on financial assets	2.42	1.52
Interest expense on unwinding of discount on financial liabilities	(0.87)	(1.20)
Fair valuation of property, plant and equipment	45.46	9.46
Movement in cash flow hedge reserve	3.44	3.44
Others	(1.53)	2.01
Deferred tax on above adjustments	(15.82)	(5.76)
Impact of derecognition of proposed dividend	47.57	47.57
Other Equity as per Ind AS	815.15	675.60

3. The Company had acquired and merged 100% of the paid up equity share capital of Elitecore Technologies Private Limited ('ETPL'), a global telecom software product company with itself, with the appointed date of September 29, 2015.

Under Ind-AS, the Company has accounted for the above merger as per the Scheme of amalgamation approved by Hon'ble Bombay High Court and Gujarat High Court. Accordingly, the assets and liabilities of ETPL as on the appointed date have been recorded at book values. The excess of purchase consideration paid by the Company over the aggregate value of the net assets acquired has been treated as goodwill which, as per the Scheme, is amortized over a period of 5 years from the date of amalgamation (i.e. the appointed date of merger) which otherwise is not required under Ind-AS. As a result depreciation for the year is higher by Rs 29.64 Crore and Profit before tax is lower by similar amount. The auditors have given an Emphasis of Matter on the same.

4. The Board of Directors has approved the merger of a part of the business of Speedon Network Limited ('SNL') (a wholly owned subsidiary of the Company) with effect from 1st October, 2016 with the Company, subject to requisite regulatory approvals. The Scheme has been filed with NCLT - Mumbai and Ahmedabad bench and is pending their approval. The Company had recognised deferred tax asset of Rs. 3.42 crore and Rs 31.76 crore on the losses of SNL in the Consolidated Results for the quarter ended March 31, 2017 and the year ended March 31, 2017 respectively in accordance with Ind-AS 12.



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5. From April 1, 2016, the Company has changed the accounting policy for revenue recognition on telecom software solutions (software license sale and related services) to percentage of completion method from the earlier method of recognizing products sale based on delivery and sale of services based on milestones achieved as per terms and conditions of the specific customer contracts. The above change has been applied retrospectively as required by Ind AS - 8. Revenue and Profit before tax is higher/(lower) as follows:

(Rs in Crores)

	Qtr ended Mar-17	Qtr ended Dec-16	Qtr ended Mar-16	Year ended Mar-17	Year ended Mar-16
Revenue	(11.01)	2.85	(1.26)	(4.79)	(8.07)
Profit Before Tax	(11.01)	2.85	4.18	(10.23)	(2.63)

6. The Company has only one operating segment which is Telecom Products and Solutions. Accordingly, separate segment information is not required to be disclosed.

7. During the year 2005-06, the CESTAT had upheld a demand of Rs. 188 Crores (including penalties and excluding interest) thereon in the pending Excise matter. The auditors have expressed their qualification on this matter. The Company is contesting this case and the matter is pending the decision of the Hon'ble Supreme Court.

8. Formulae for computation of ratios are as follows:

Debt Service Coverage Ratio = Earnings before interest and tax/ (interest expense + principal term loan repayment)

Interest Service Coverage Ratio = Earnings before Interest and Tax /Interest Expense

For Debt Service Coverage Ratio and Interest Service Coverage Ratio computation,

- Earnings before interest and tax includes Profit Before Tax + Interest expense

- Interest expenses include finance costs as per standalone Ind AS financial statements

For paid up debt capital and debt equity ratio computation,

- Debt includes long-term borrowings + short term borrowings + current maturities of long-term borrowings.

- Equity includes equity share capital and other equity as per standalone Ind AS financial statements

9. Credit rating for the existing Non- Convertible Redeemable Debentures (NCD) is ICRA AA- Stable.

10. The Company has maintained assets cover ratio of 1.1 times for non convertible debenture carrying interest @ 8.45% p.a. which signifies adequate security. Debentures are secured by way of first pari passu charge on entire movable fixed assets (both present and future) and mortgage of certain immovable fixed assets of the Company.

11. The Company has paid the interest on NCD on due dates. Details of previous and next due date of payment of interest and principal of NCDs are as follow:-

S.No.	Security Description	ISIN	Previous due date for payment		Next due date for payment	
1	11.45% NCDs- Series 2	INE089C07042	5-May-16	5-May-16	N.A.	N.A.
2	10.60% NCDs	INE089C07059	20-Jun-16	20-Jun-16	N.A.	N.A.
3	8.45% NCDs					
	a. Series 1	INE089C07075	N.A.	N.A.	22-Mar-18	20-Mar-20
	b. Series 2	INE089C07083	N.A.	N.A.	22-Mar-18	22-Sep-20

12. The board of directors in its meeting held on 26th April, 2017, has declared final dividend of Rs 0.75 per equity share of Rs 2 each for the year 2016-17. This, together with interim dividend already paid, is Rs 1.25 per equity share for the year 2016-17.

13. The figures for the quarter ended March 31, 2017 and March 31, 2016 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2017 and March 31, 2016 respectively and the unaudited published year-to-date figures up to December 31, 2016 and December 31, 2015 respectively, being the date of the end of the third quarter of the respective financial years, which were subjected to limited review.

14. Previous period figures have been regrouped / rearranged wherever considered necessary.

Place: Pune

Date: April 26, 2017

Registered office: Sterlite Technologies Limited,

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FOR STERLITE TECHNOLOGIES LIMITED



DR. ANAND AGARWAL
CEO & WHOLE TIME DIRECTOR

