



BHARAT DYNAMICS LIMITED

(A Govt. of India Enterprise, Ministry of Defence)

CIN :- L24292TG1970GOI001353

Corporate Office: - Plot No. 38-39, TSFC Building, Near ICICI Towers, Financial District, Nanakramguda,
Hyderabad-500032

Registered Office: - Kanchanbagh, Hyderabad-500058

Tel: 040-23456145; Fax: 040-23456110

e-mail: investors@bdl-india.in; website: www.bdl-india.in

Date -12 November 2019

| | |
|---|---|
| To, The Manager Compliance Department The National Stock Exchange of India Ltd Exchange Plaza, Bandra-Kurla Complex, Bandra (East) Mumbai- 400051 | To, The Manager Compliance Department BSE Limited Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai- 400001 |
|---|---|

Scrip Code / Symbol: 541143 /BDL

Dear Sir / Madam,

Subject: Unaudited Financial Results for the quarter & half year ended 30.09.2019—Reg.

1. Pursuant to Regulations 33 of SEBI (LODR) Regulations, 2015, please find enclosed Unaudited Financial Results for quarter & half year ended 30.09.2019 along with the Limited Review Report. The said results have been considered and approved by the Board at its 256th Meeting held on 12.11.2019. Arrangements have also been made to publish the extract of the results in a national daily (English) and Local daily (Telugu) and (Hindi) newspapers.
2. Further, we would like to inform you that the Comptroller & Auditor General of India has appointed M/s G.Natesan & Co., Chartered Accountants, Hyderabad as Statutory Auditors of the Company under section 139 of the Companies Act, 2013 for the financial year 2019-20.

Thanking You,

Yours faithfully,
For Bharat Dynamics Limited

N.Nagaraja
N.Nagaraja
Company Secretary

भारत डायनामिक्स लिमिटेड

(भारत सरकार का उद्यम)

रक्षा मंत्रालय

कार्यभवन, हैदराबाद - ५०० ०५६

BHARAT DYNAMICS LIMITED

(A Government of India Enterprise)

Ministry of Defence

Kanchanbagh, Hyderabad - 500 058

Corporate Office: Plot No.38-39, TSFC Building, Gachibowli, Financial District, Hyderabad-500032
(CIN: L24292TG1970GOI001353)

E-mail: bdlcompsecy@bdl-india.in, Website: www.bdl-india.in, Ph. 040-23458101 Fax: 040-23458110

Statement of standalone unaudited financial results for the quarter and half year ended 30th Sept 2019

₹ in lakh

| Sl.No. | Particulars | Quarter ended | | | Half year ended | | Year ended |
|--------|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------|
| | | 30.09.18 (Unaudited) | 30.06.19 (Unaudited) | 30.09.18 (Unaudited) | 30.09.19 (Unaudited) | 30.09.19 (Unaudited) | 31.03.19 (Audited) |
| 1 | Revenue from operations | | | | | | |
| i | Sales/income from operations | 64,162.87 | 43,153.58 | 52,778.45 | 1,07,318.45 | 98,876.74 | 2,83,140.52 |
| ii | Other operating income | 1,784.87 | 6,003.40 | 7,818.72 | 7,788.27 | 16,563.40 | 23,794.45 |
| | Total Revenue from operations | 65,947.74 | 49,156.98 | 60,597.17 | 1,15,104.72 | 1,15,440.14 | 3,06,934.97 |
| 2 | Other income | 2,513.36 | 2,549.05 | 2,390.56 | 5,062.41 | 4,599.13 | 13,598.60 |
| 3 | Total income (1+2) | 68,461.10 | 51,706.03 | 62,987.75 | 1,20,167.13 | 1,20,039.27 | 3,20,533.57 |
| 4 | EXPENSES | | | | | | |
| (a) | Cost of materials consumed | 20,771.51 | 26,912.20 | 33,270.78 | 47,683.71 | 75,818.70 | 1,81,898.95 |
| (b) | Changes in inventories of finished goods and work-in-progress | 7,467.56 | (6,792.32) | (70.12) | 675.24 | (18,541.94) | (16,587.40) |
| (c) | Employee benefits expense | 13,944.94 | 12,400.09 | 14,113.93 | 26,345.03 | 25,956.29 | 53,420.88 |
| (d) | Finance cost | 93.53 | 158.26 | 84.49 | 251.79 | 186.01 | 423.07 |
| (e) | Depreciation and amortisation expense | 2,079.03 | 1,729.85 | 1,900.95 | 3,808.88 | 3,520.31 | 8,250.21 |
| (f) | Other expenses | 7,991.15 | 5,468.85 | 6,681.75 | 13,460.00 | 13,254.39 | 25,993.40 |
| | Total expenses | 52,347.72 | 39,876.93 | 55,981.78 | 92,224.86 | 1,00,193.76 | 2,53,397.11 |
| 5 | Profit/(Loss) before exceptional items & tax (3-4) | 16,113.38 | 11,829.10 | 7,005.97 | 27,942.48 | 19,845.51 | 67,136.46 |
| 6 | Exceptional items | - | - | - | - | - | - |
| 7 | Profit/(Loss) before tax (5+6) | 16,113.38 | 11,829.10 | 7,005.97 | 27,942.48 | 19,845.51 | 67,136.46 |
| 8 | Tax expense (including deferred tax) | 5,467.78 | 5,274.38 | 4,172.10 | 10,742.16 | 8,830.00 | 24,877.74 |
| 9 | Profit/(Loss) for the period (7-8) | 10,645.60 | 6,554.72 | 2,833.87 | 17,200.32 | 11,015.51 | 42,258.72 |
| 10 | Other comprehensive income / (Loss) (net of tax) | (223.19) | 17.78 | - | (205.41) | - | (1,070.85) |
| 11 | Total comprehensive income / (Loss) for the period (9+10) | 10,422.41 | 6,572.50 | 2,833.87 | 16,994.91 | 11,015.51 | 41,187.87 |
| 12 | Paid-up equity share capital (Face value of ₹ 10/- each) | 18,328.12 | 18,328.12 | 18,328.12 | 18,328.12 | 18,328.12 | 18,328.12 |
| 13 | Other equity excluding revaluation reserves | - | - | - | - | - | 2,08,525.46 |
| 14 | Earnings per share Basic and diluted (₹) (not annualised) | 5.81 | 3.58 | 1.55 | 8.38 | 6.01 | 23.06 |

See accompanying notes to the financial results



Notes:

1. Statement of Assets & Liabilities as at 30 September 2019 is given below

(₹ in Lakh)

| PARTICULARS | As at September 30, 2019 | As at March 31, 2019 |
|--|-----------------------------|-------------------------|
| | (Unaudited) | (Audited) |
| ASSETS | | |
| (1) Non-current assets | | |
| (a) Property, Plant and Equipment | 76,122.37 | 81,246.57 |
| (b) Right of use assets | 4,239.67 | - |
| (c) Capital Work-in-Progress | 4,714.91 | 4,703.08 |
| (d) Investment Property | 0.97 | 0.97 |
| (e) Intangible Assets | 13,628.18 | 14,449.08 |
| (f) Intangible Assets under development | 16.97 | - |
| (g) Financial Assets | | |
| (i) Investments | 390.43 | 371.74 |
| (ii) Loans | 304.80 | 299.20 |
| (iii) Other Financial Assets | 4,343.69 | 4,620.24 |
| (h) Deferred Tax Assets (net) | 7,145.53 | 7,177.36 |
| (i) Other Non-current Assets | 2,954.08 | 3,023.59 |
| Total Non - Current Assets | 1,13,861.60 | 1,15,891.83 |
| (2) Current Assets | | |
| (a) Inventories | 1,51,445.83 | 1,66,453.20 |
| (b) Financial Assets | | |
| (i) Investments | - | - |
| (ii) Trade Receivables | 30,101.04 | 58,720.51 |
| (iii) Cash and Cash Equivalents | 10,445.72 | 1,697.07 |
| (iv) Bank balances other than (iii) above | 74,650.00 | 35,434.60 |
| (v) Loans | 254.90 | 244.65 |
| (vi) Other Financial Assets | 1,61,921.93 | 1,32,294.90 |
| (c) Current tax Assets | 5,084.55 | 4,538.01 |
| (d) Other Current Assets | 31,316.18 | 31,567.11 |
| Total Current Assets | 4,65,220.15 | 4,30,950.05 |
| Total Assets | 5,79,081.75 | 5,46,841.88 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity Share Capital | 18,328.12 | 18,328.12 |
| (b) Other Equity | 2,21,831.45 | 2,08,526.48 |
| Total Equity | 2,40,159.57 | 2,26,854.60 |
| (1) Non-current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Lease liabilities | 925.87 | - |
| (ii) Other Financial Liabilities | 4,467.06 | 4,751.46 |
| (b) Provisions | 27.99 | - |
| (c) Other Non-current Liabilities | 33,493.92 | 23,323.86 |
| Total Non-current Liabilities | 38,914.84 | 28,075.32 |
| (2) Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | - | 181.55 |
| (ii) Trade Payables | | |
| (A) total outstanding dues of micro enterprises and small enterprises; | 1,327.48 | 2,756.32 |
| (B) total outstanding dues of creditors other than micro enterprises and small enterprises | 36,360.50 | 49,189.40 |
| (iii) Other Financial Liabilities | 13,737.55 | 12,344.45 |
| (b) Other Current Liabilities | 2,17,395.57 | 1,91,567.21 |
| (c) Provisions | 31,186.24 | 35,873.03 |
| (d) Current tax Liabilities, net | - | - |
| Total Current Liabilities | 3,00,007.34 | 2,91,911.96 |
| Total Liabilities | 3,38,922.18 | 3,19,987.28 |
| Total Equity and Liabilities | 5,79,081.75 | 5,46,841.88 |



2. Cash flow statement for the period ended September 30, 2019

| Particulars | ₹ in Lakh) | |
|---|--------------------|--------------------|
| | Sept 30, 2019 | Sept 30, 2018 |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit before exceptional items and tax | 27,942.48 | 19,845.51 |
| <u>Adjustments for:</u> | | |
| Depreciation and amortisation expense | 3,808.88 | 3,520.31 |
| Finance costs | 251.79 | 186.01 |
| Interest income | (2,475.66) | (1,740.22) |
| Profit on Sale of Fixed Assets | 0.31 | (4.39) |
| Deferred revenue on customer provided Assets | (860.83) | (411.33) |
| Provisions for expenses | 511.52 | 968.50 |
| Liabilities / provisions no longer required written back | (1,106.62) | (1,093.68) |
| Fair value adjustment to investment carried at fair value through profit and loss | (89.99) | (491.48) |
| Gain on sale of Financial Assets Measured at Fair value through profit and loss | - | (88.47) |
| Operating profit before working capital changes | 27,981.88 | 20,690.76 |
| <u>Changes in working capital:</u> | | |
| <u>Adjustments for (increase) / decrease in operating Assets:</u> | | |
| Trade receivables | 28,619.47 | 45,803.32 |
| Loans | (15.85) | (76.09) |
| Other Financial Assets | (29,189.37) | 7,099.86 |
| Inventories | 14,834.38 | (4,635.96) |
| Other Assets | 250.93 | 10,364.00 |
| <u>Adjustments for increase / (decrease) in operating Liabilities:</u> | | |
| Trade payables | (14,257.74) | (48,274.79) |
| Other Financial Liabilities | 1,262.53 | (7,437.89) |
| Other Liabilities | 37,002.03 | 36,139.91 |
| Provisions | (4,211.88) | 561.23 |
| Cash generated from operations | 62,276.38 | 60,234.35 |
| Net income tax paid | (11,146.54) | (21,055.11) |
| Net cash flow before exceptional items | 51,129.84 | 39,179.24 |
| Exceptional items | - | - |
| Net cash from/ used in operating activities (A) | 51,129.84 | 39,179.24 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Capital expenditure on fixed Assets | (1,133.91) | (5,409.22) |
| Bank Deposits | (39,215.40) | 17,080.00 |
| Proceeds from sale of fixed Assets | 0.26 | 4.39 |
| Redemption / (Investments) in Mutual funds during the period | - | 4,000.03 |
| Gain on sale of Financial Assets Measured at Fair value through profit and loss | - | 88.47 |
| Interest received | 2,243.07 | 1,901.48 |
| Net cash from/ used in investing activities (B) | (38,105.98) | 17,665.15 |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Proceeds from issue of equity shares | - | - |
| Finance costs | (182.28) | (116.50) |
| Repayment of Lease Liabilities | (46.14) | - |
| Buyback of shares | - | - |
| Tax on buy back of shares | - | - |
| Dividends paid and tax thereon | (3,865.24) | (16,089.99) |
| Net cash from/ used in financing activities (C) | (4,093.66) | (16,206.49) |
| Net Increase / (decrease) in Cash and Cash Equivalents (A+B+C) | 8,930.20 | 40,637.90 |
| Cash and Cash equivalents at the beginning of the year | 1,515.52 | 2,998.94 |
| Cash and Cash equivalents at the end of the period (Refer Note (i) below) | 10,445.72 | 43,636.84 |
| Note (i): | | |
| Cash and Cash equivalents Comprises: | | |
| in current accounts | 191.92 | 7,231.53 |
| in deposit accounts | 10,233.18 | 36,373.16 |
| Cash on hand | 20.62 | 32.15 |
| Bank overdraft | - | - |
| | 10,445.72 | 43,636.84 |

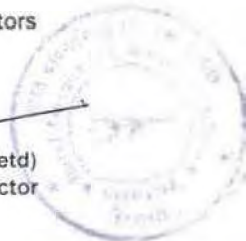


- 3 Ministry of Corporate Affairs (MCA) has exempted the company engaged in defence production from the requirement of Segment Reporting.
- 4 The Company has no subsidiaries / Joint ventures / Associates.
- 5 A Final dividend of ₹ 1.67 per equity share for the financial year 2018-19 has been approved by the shareholders in the Annual General Meeting held on 27 September 2019.
- 6 The above statement of financial results were reviewed by the Audit Committee and approved by the Board of Directors at the Meeting held on 12th November 2019.
- 7 As required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Statutory Auditors have conducted a limited review of the above financial results for the quarter and period ended 30th September 2019. Financial results for quarter ended 30 June 2019 were reviewed by a firm of Chartered Accountants.
- 8 These results have been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and amendments thereto.
- 9 Adoption of Ind AS 116 - Leases :
Effective April 1, 2019, the company adopted Ind AS 116 "Leases" and applied to all lease contracts existing on the date of initial application using the modified retrospective method. Comparative information is not restated.
- 10 Provision for current tax and Deferred tax has been made without reckoning the amendments made to the Income Tax Act, 1961 w.e.f. 20.09.2019 in respect of reduced rates of taxation for domestic companies under specific circumstances.

Place : Hyderabad
Date : 12 November 2019

For and on behalf of Board of Directors


Cmde SIDDHARTH MISHRA (Retd)
Chairman and Managing Director





Limited Review Report

Limited review report on unaudited half-yearly standalone financial results and standalone year to date financial results of Bharat Dynamics Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015


To
Board of Directors of **Bharat Dynamics Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Bharat Dynamics Limited for the half year ended 30 September 2019 and year to date results for the period from 1 April 2019 to 30 September 2019 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").
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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 applicable accounting standards and other recognized 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The figures for the half-year ended 30 September 2018 and year to date ended 30 September 2018 included in these financial results were reviewed by the predecessor auditor who expressed an unmodified opinion vide their limited review report 11 November 2018. Our conclusion on the statement is not modified in respect of above matter.



Place: Hyderabad
Date: 12 November 2019

For G Natesan & Co
Chartered Accountants
Firm's Registration No. 02424S


K Murali
Partner
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