

Corporate Finance



Ref: KPP/TL-36/03285
Date: November 13, 2019

**The Manager,
Listing Department,
The National Stock Exchange of India Limited,
Exchange Plaza, C/1, Block-G,
Bandra-Kurla Complex,
Bandra (E), Mumbai - 400 051**

Company's Scrip Code: THERMAX EQ

Sub: Outcome of the Board Meeting

Ref: Regulation 30 and 33 of SEBI (LODR) Regulations, 2015

Dear Sir,

We are enclosing for your reference and record, standalone and consolidated unaudited financial results for the quarter and half year ended September 30, 2019 as approved in the Board Meeting held today i.e. November 13, 2019.

With respect to the aforesaid financial results, we are also enclosing a copy of the –

- a) 'Limited Review' Report of the Statutory Auditors of the Company; and
- b) Press Release giving highlights of the results.

You are requested to kindly take note of the same.

Thanking you,

Yours faithfully,
For **THERMAX LIMITED**

**Kedar P. Phadke
Company Secretary**

Encl: As above

THERMAX LIMITED

Regd. Office : D-13, M.I.D.C. Industrial Area, R.D.Aga Road, Chinchwad, Pune - 411 019

Corporate Identity Number - L29299PN1980PLC022787

Statement of unaudited financial results for the quarter and half year ended September 30, 2019

(Rs. Crore)

Sr. No.	Particulars	Consolidated		
		Quarter ended Sept 30, 2019	Quarter ended Sept 30, 2018	Half year ended Sept 30, 2019
1	Revenue from operations	1,605.85	1,427.64	2,998.30
2	Profit before exceptional items, non controlling interest and tax *	120.44	117.93	210.49
3	Profit before non controlling interest and tax *	120.44	117.93	210.49
4	Net Profit for the period*	25.70	74.52	88.46
5	Total Comprehensive Income	14.90	68.02	78.36
6	Equity Share Capital	22.52	22.52	22.52
7	Earnings Per Share (of Rs. 2/- each) Basic and Diluted (Rs.)	2.29	6.62	7.86

* There are no extraordinary items in any of the period disclosed above.

Notes:

1. The above is an extract of the detailed format of unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended. The full format of the unaudited financial results is available on the Stock Exchange websites (URL: www.nseindia.com, www.bseindia.com) and also on the Company's website (URL: www.Thermaxglobal.com)

2. Key financial figures for Thermax Limited (Standalone) are as follows :

(Rs. Crore)

Sr. No.	Particulars	Quarter ended Sept 30, 2019	Quarter ended Sept 30, 2018	Half year ended Sept 30, 2019
1	Revenue from continuing operations	838.30	758.43	1,626.05
2	Profit before exceptional items from continuing operations	72.21	60.98	107.28
3	Profit before tax from continuing operations	72.21	60.98	107.28
4	Net Profit after tax from continuing operations	38.66	39.40	62.20
5	Net profit for the period from discontinued operations (refer note 2(a))	26.23	29.94	52.60
6	Net profit for the period from continuing and discontinued operations	64.89	69.34	114.80
7	Total comprehensive income for the period	52.10	46.75	102.86

2(a). Net profit for discontinued operations represents results of Boiler & Heater business, which had been approved by the Board of Directors and shareholders, to be transferred on going concern basis to Thermax Babcock and Wilcox Energy Solutions Private Limited, a wholly owned subsidiary. This transaction has no impact on the consolidated financial results of Thermax Group.

For Thermax Limited



Mrs. Meher Pudumjee
Chairperson

Place : Pune

Date: November 13, 2019

Sustainable Solutions in Energy & Environment



THERMAX LIMITED
 Regd. Office: D-13, M.I.D.C. Industrial Area, R.D. Aga Road, Chinchwad, Pune - 411 019
 Corporate Identity Number - L29299PN1980PLC022787
 Statement of unaudited financial results for the quarter and half year ended September 30, 2019

Particulars	(Rs. in Crore)					
	Consolidated			Consolidated		
	Quarter ended		Half year ended		Year ended	
	Sept 30, 2019	Jun 30, 2019	Sept 30, 2018	Sept 30, 2019	Sept 30, 2018	Mar 31, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income:						
(a) Revenue from operations	1,605.85	1,392.45	1,427.64	2,998.30	2,462.90	5,973.17
(b) Other income	21.99	21.56	35.57	43.55	66.59	149.88
Total Income	1,627.84	1,414.01	1,463.21	3,041.85	2,529.49	6,123.05
2 Expenses:						
(a) Cost of raw materials and components consumed	852.58	695.88	731.92	1,548.46	1,215.30	3,239.69
(b) Purchase of traded goods	29.44	22.03	27.59	51.47	46.20	115.09
(c) Changes in inventories of finished goods, work-in-progress and traded goods	(7.36)	35.09	17.88	27.73	32.44	(18.12)
(d) Employee benefits expense	207.21	194.70	193.63	401.91	374.23	767.45
(e) Finance cost	3.83	4.36	3.89	8.19	7.20	14.32
(f) Depreciation and amortisation expense	28.05	26.24	23.45	54.29	44.41	92.02
(g) Other expenses	393.65	345.66	346.59	739.31	615.38	1,411.62
Total Expenses	1,507.40	1,323.96	1,344.95	2,831.36	2,335.16	5,622.07
3 Profit before exceptional items, non controlling interest, share of joint ventures and tax	120.44	90.05	118.26	210.49	194.33	500.98
4 Share of loss of joint ventures	-	-	(0.33)	-	(0.03)	(1.07)
5 Profit before exceptional items, non controlling interest and tax	120.44	90.05	117.93	210.49	194.30	499.91
6 Exceptional Items (loss)	-	-	-	-	-	(89.54)
7 Profit before non controlling interest and tax	120.44	90.05	117.93	210.49	194.30	410.37
8 Tax expense						
(a) Current tax	27.23	34.54	49.78	61.77	77.80	194.00
(b) Deferred tax expense / (credit) (refer note 6)	67.51	(7.25)	(6.37)	60.26	(6.99)	(109.06)
Total tax expense	94.74	27.29	43.41	122.03	70.81	84.94
9 Net Profit for the period	25.70	62.76	74.52	88.46	123.49	325.43
10 Other Comprehensive Income, net of tax						
(a) Items that will be reclassified to profit or loss in subsequent periods	(0.17)	0.56	(6.06)	0.39	(29.87)	(21.57)
(b) Items that will not be reclassified to profit or loss in subsequent periods	(10.63)	0.14	(0.44)	(10.49)	0.31	(0.15)
Total Other comprehensive income for the period	(10.80)	0.70	(6.50)	(10.10)	(29.56)	(21.72)
11 Total Comprehensive Income for the period (including non-controlling interest)	14.90	63.46	68.02	78.36	93.93	303.71
12 Net profit attributable to:						
-Equity holders	25.70	62.76	74.52	88.46	123.49	325.43
-Non controlling interest	-	-	-	-	-	-
13 Other Comprehensive Income, net of tax attributable to:						
-Equity holders	(10.80)	0.70	(6.50)	(10.10)	(29.56)	(21.72)
-Non controlling interest	-	-	-	-	-	-
14 Total Comprehensive Income attributable to:						
-Equity holders	14.90	63.46	68.02	78.36	93.93	303.71
-Non controlling interest	-	-	-	-	-	-
15 Paid-up Equity Share Capital (Face Value of Rs. 2/- each)	22.52	22.52	22.52	22.52	22.52	22.52
16 Other equity	-	-	-	-	-	2,991.77
17 Earnings Per Share (in Rupees) (not annualised)						
Basic and Diluted	2.29	5.57	6.62	7.86	10.97	28.90

See accompanying notes to the financial results

Particulars	(Rs. in Crore)					
	Standalone			Standalone		
	Quarter ended		Half year ended		Year ended	
	Sept 30, 2019	Jun 30, 2019	Sept 30, 2018	Sept 30, 2019	Sept 30, 2018	Mar 31, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A. Continuing operations						
1 Income:						
(a) Revenue from operations	838.30	787.75	758.43	1,626.05	1,366.67	3,541.10
(b) Other income	25.23	17.07	40.63	42.30	66.25	122.80
Total Income	863.53	804.82	799.06	1,668.35	1,432.92	3,663.90
2 Expenses:						
(a) Cost of raw materials and components consumed	450.71	439.22	411.20	889.93	714.43	2,111.73
(b) Purchase of traded goods	27.64	21.13	27.13	48.77	44.87	111.18
(c) Changes in inventories of finished goods, work-in-progress and traded goods	11.72	20.24	18.32	31.96	27.71	(16.89)
(d) Employee benefits expense	106.63	100.62	96.83	207.25	190.39	393.34
(e) Finance cost	0.78	0.76	1.25	1.54	2.33	5.26
(f) Depreciation and amortisation expense	15.74	14.11	12.43	29.85	25.87	50.13
(g) Other expenses	178.10	173.67	170.92	351.77	319.98	691.02
Total Expenses	791.32	769.75	738.08	1,561.07	1,325.58	3,345.77
3 Profit before exceptional items and tax	72.21	35.07	60.98	107.28	107.34	318.13
4 Exceptional items (net) (loss)	-	-	-	-	-	(47.85)
5 Profit before tax	72.21	35.07	60.98	107.28	107.34	270.28
6 Tax expense						
(a) Current tax	18.43	16.84	23.69	35.27	40.17	106.15
(b) Deferred tax expense / (credit) (refer note 6)	15.12	(5.31)	(2.11)	9.81	(2.99)	3.11
Total tax expense	33.55	11.53	21.58	45.08	37.18	109.26
7 Net profit for the period from continuing operations	38.66	23.54	39.40	62.20	70.16	161.02
B. Discontinued operations (refer note 5)						
8 Profit before tax from discontinued operations	51.29	39.20	46.11	90.49	67.37	173.22
9 Tax expense of discontinued operations (refer note 6)	25.06	12.83	16.17	37.89	23.29	59.00
10 Net profit for the period from discontinued operations	26.23	26.37	29.94	52.60	44.08	114.22
11 Net profit for the period from continuing and discontinued operations (7+10)	64.89	49.91	69.34	114.80	114.24	275.24
12 Other Comprehensive Income, net of tax						
(a) Items that will be reclassified to profit or loss in subsequent periods	(2.21)	0.78	(22.07)	(1.43)	(44.57)	(21.10)
(b) Items that will not be reclassified to profit or loss in subsequent periods	(10.58)	0.07	(0.52)	(10.51)	0.23	0.28
Total other comprehensive income for the period	(12.79)	0.85	(22.59)	(11.94)	(44.34)	(20.82)
13 Total comprehensive income for the period	52.10	50.76	46.75	102.86	69.90	254.42
14 Paid-up Equity Share Capital (Face Value of Rs. 2/- each)	23.83	23.83	23.83	23.83	23.83	23.83
15 Other equity	-	-	-	-	-	2,712.02
16 Basic and Diluted Earnings Per Share (in Rupees) (not annualised)						
(a) From continuing operations	3.24	1.98	3.31	5.22	5.89	13.51
(b) From discontinued operations	2.20	2.21	2.51	4.41	3.70	9.59
(c) From continuing and discontinued operations	5.44	4.19	5.82	9.63	9.59	23.10

See accompanying notes to the financial results

INITIAL FOR IDENTIFICATION

BY

SRBC & COLLP

SRBC & CO LLP

THERMAX LIMITED

Regd. Office: D-13, M.I.D.C. Industrial Area, R.D. Aga Road, Chinchwad, Pune - 411 019

Corporate Identity Number - L29299PN1980PLC022787

Statement of unaudited financial results for the quarter and half year ended September 30, 2019

Statement of Asset and Liabilities

(Rs. in Crore)

	Particulars	Consolidated		Standalone	
		Sept 30, 2019	Mar 31, 2019	Sept 30, 2019	Mar 31, 2019
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
A	Assets				
I.	Non-current assets				
	Property, plant and equipment	1,253.64	1,254.98	733.63	697.97
	Capital work-in-progress	55.60	40.12	53.79	29.17
	Goodwill	32.94	33.07	-	-
	Other intangible assets	21.36	23.81	14.85	14.91
	Investments in subsidiaries			657.55	657.55
	Financial assets				
	(a) Investments	56.87	54.28	114.59	109.93
	(b) Trade receivables	115.98	60.40	116.07	60.55
	(c) Loans	18.29	19.33	11.75	12.09
	(d) Finance lease receivables	49.26	47.52	-	-
	(e) Others	40.27	54.45	0.05	0.05
	Deferred tax assets (net) (refer note 6)	165.80	221.92	42.41	49.35
	Income tax assets (net)	105.04	93.29	60.53	48.70
	Other assets	115.53	159.65	92.47	131.56
	Sub-total - Non-current assets	2,030.58	2,062.82	1,897.69	1,811.83
II.	Current assets				
	Inventories	489.54	508.62	235.63	230.44
	Financial assets				
	(a) Investments	761.52	775.06	622.11	656.92
	(b) Trade receivables	1,447.92	1,378.13	770.94	836.90
	(c) Cash and cash equivalents	250.23	308.23	121.39	92.88
	(d) Other bank balances other than (c) above	113.43	60.83	26.34	25.88
	(e) Loans	6.29	7.13	4.42	12.54
	(f) Finance lease receivables	7.03	5.63	-	-
	(g) Others	860.82	1,221.91	147.41	449.88
	Income tax assets (net)	5.93	5.23	4.32	4.32
	Other assets	357.51	466.35	200.01	308.59
	Sub-total - Current assets	4,300.22	4,737.12	2,132.57	2,618.35
III.	Assets classified as held for disposal (transfer to group Company) (refer note 5)	-	-	1,595.08	1,708.67
	Total Assets	6,330.80	6,799.94	5,625.34	6,138.85
B	Equity and Liabilities				
I.	Equity				
	Equity share capital	22.52	22.52	23.83	23.83
	Other equity	2,975.11	2,991.77	2,716.24	2,712.02
	Equity attributable to equity share holders of parent	2,997.63	3,014.29	2,740.07	2,735.85
II.	Non-current liabilities				
	Financial liabilities				
	(a) Borrowings	32.20	35.07	6.56	-
	(b) Trade payables	42.65	28.76	47.25	31.78
	(c) Others	7.43	6.10	1.11	1.11
	Provisions	13.22	16.06	8.19	7.49
	Deferred tax liabilities (net)	10.31	9.90	-	-
	Other liabilities	19.74	35.95	4.97	18.22
	Sub total - non-current liabilities	125.55	131.84	68.08	58.60
III.	Current liabilities				
	Financial liabilities				
	(a) Borrowings	133.95	185.00	34.62	40.00
	(b) Trade payables				
	Total outstanding dues to micro, small and medium enterprises	200.90	173.10	105.97	69.05
	Total outstanding dues to creditors other than micro, small and medium enterprises	952.81	1,197.55	511.44	729.89
	(c) Others	172.34	148.17	87.11	95.80
	Other liabilities	1,583.00	1,793.87	695.55	749.50
	Provisions	150.77	143.27	77.14	71.13
	Income tax liabilities (net)	13.85	12.85	11.02	11.02
	Sub total - current liabilities	3,207.62	3,653.81	1,522.85	1,766.39
IV.	Liabilities directly associated with assets classified as held for disposal (transfer to group Company) (refer note 5)	-	-	1,294.34	1,578.01
	Total Equity and Liabilities	6,330.80	6,799.94	5,625.34	6,138.85

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 Statement of unaudited financial results for the quarter and half year ended September 30, 2019

Notes to the financial results:

1. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 13, 2019.

2. Statement of Cash flow for the half year ended as at September 30, 2019

(Rs. in Crore)

	Particulars	Consolidated		Standalone	
		Sept 30, 2019 (Unaudited)	Sept 30, 2018 (Refer note 8)	Sept 30, 2019 (Unaudited)	Sept 30, 2018 (Unaudited)
A)	Cash flows from operating activities				
	Profit before tax (after exceptional item and share of joint ventures)				
	Continuing operations	210.49	194.30	107.28	107.34
	Discontinued operations	-	-	90.49	67.37
	Share of loss on joint ventures	-	(0.03)	-	-
	Profit before tax (after exceptional items and before share of loss of joint ventures)	210.49	194.33	197.77	174.71
	Adjustments to reconcile profit before tax to net cash flows				
	Depreciation / amortization expense	54.29	44.41	36.46	32.69
	Provision for impairment allowance of financial assets (net)	13.39	21.82	12.54	16.84
	Interest expense	5.49	4.23	3.05	1.48
	Bad debts/ advances written off	22.59	2.97	22.44	2.76
	Unwinding of discount on provisions	2.70	2.97	2.46	2.57
	Unrealized foreign exchange (gain)/ loss	(4.81)	(4.68)	(1.90)	(8.50)
	Interest income	(8.23)	(8.11)	(5.02)	(1.27)
	Dividend income	(8.05)	(0.73)	(14.59)	(10.00)
	Liabilities no longer required written back	(4.06)	(3.35)	(1.67)	(2.49)
	Fair value gain on financial instrument at fair value through profit and loss (net)	(19.12)	(42.54)	(17.46)	(40.12)
	(Profit)/Loss on sale / discard of assets (net)	(8.48)	0.16	0.95	(0.05)
	Working capital adjustments				
	(Increase)/ Decrease in trade receivables	(156.20)	78.84	(167.94)	89.92
	(Increase)/ Decrease in inventories	19.08	(58.40)	45.06	(60.79)
	(Increase)/ Decrease in other financial assets	359.86	(255.60)	383.85	(217.90)
	(Increase)/ Decrease in other assets	117.15	(248.52)	107.72	(270.54)
	Increase/ (Decrease) in trade payables	(202.86)	23.84	(207.13)	(7.73)
	Increase/ (Decrease) in other liabilities	(227.08)	236.03	(266.31)	275.08
	Increase/ (Decrease) in provisions	(11.09)	(34.34)	6.76	(15.77)
	Increase/ (Decrease) in other financial liabilities	(6.27)	44.90	(12.08)	41.62
	Cash generated from operations	148.79	(1.77)	124.96	2.51
	Direct taxes paid (net of refunds received)	(73.34)	(70.13)	(64.98)	(59.23)
	Net cash inflow (used in)/ from operating activities	75.45	(71.90)	59.98	(56.72)
B)	Cash flows from / (used in) investing activities				
	Purchase of property, plant and equipment and intangible assets (net of disposal)	(11.72)	(115.04)	(55.72)	(85.66)
	Loan repayment from subsidiaries	-	-	7.50	-
	Investment in subsidiaries / joint venture	-	(103.06)	-	(126.96)
	(Investment) / proceeds in / from fixed deposits (net)	(38.57)	26.31	2.11	-
	Sale/ (purchase) of other investments (net)	30.07	271.53	47.64	318.84
	Interest and dividend received	13.30	9.64	18.78	11.21
	Net cash flows from/(used in) investing activities	(6.92)	89.38	20.31	117.43
C)	Cash flows from/ (used in) financing activities				
	Proceeds / (repayment) of borrowings (net)	(83.67)	(40.15)	(71.59)	(30.46)
	Interest paid	(5.48)	(4.23)	(3.05)	(1.48)
	Dividend paid and tax thereon	(95.18)	(81.46)	(98.79)	(84.02)
	Payment of lease liability	(0.78)	-	(0.50)	-
	Net cash flows (used in) financing activities	(185.11)	(125.84)	(173.93)	(115.96)
	Net increase / (decrease) in cash and cash equivalents	(116.58)	(108.36)	(93.64)	(55.25)
	Cash and cash equivalents at the beginning of the year	262.94	160.70	167.24	80.63
	Exchange differences on translation of foreign operations	2.44	15.78	-	-
	Cash and cash equivalents at the end of the year	148.80	68.12	73.60	25.38
	Reconciliation of cash and cash equivalents as per the cash flow statement:				
	Cash and cash equivalents				
	Continuing operations	250.23	141.93	121.39	25.38
	Discontinued operations	-	-	1.73	-
	Cash and cash equivalents arising on account of acquisition	-	(3.13)	-	-
	Bank overdraft	(51.91)	(70.68)	-	-
	Book overdraft				
	Continuing operations	(49.52)	-	(13.66)	-
	Discontinued operations	-	-	(35.86)	-
	Balances as per Cash flow statement	148.80	68.12	73.60	25.38

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3 Segment information as per Ind AS 108 'Operating segments' for consolidated financial results:

(Rs. in Crore)

Particulars	Quarter ended			Half year ended		Year ended
	Sept 30, 2019	Jun 30, 2019	Sept 30, 2018	Sept 30, 2019	Sept 30, 2018	Mar 31, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
i Segment Revenue						
a Energy	1,340.97	1,163.96	1,144.82	2,504.93	1,946.25	4,799.47
b Environment	179.16	146.35	200.73	325.51	347.19	828.30
c Chemical	110.52	97.69	104.04	208.21	200.83	415.11
Total	1,630.65	1,408.00	1,449.59	3,038.65	2,494.27	6,042.88
Less: Inter segment revenue	24.80	15.55	21.95	40.35	31.37	69.71
Income from operations	1,605.85	1,392.45	1,427.64	2,998.30	2,462.90	5,973.17
ii Segment Results (excluding exceptional items)						
Profit before tax and interest from each segment						
a Energy	82.68	69.53	82.57	152.21	123.74	321.77
b Environment	8.49	3.09	5.60	11.58	10.21	56.72
c Chemical	19.82	11.47	15.63	31.29	27.44	61.73
Total	110.99	84.09	103.80	195.08	161.39	440.22
Less: i) Interest	3.83	4.36	3.89	8.19	7.20	14.32
ii) Other unallocable expenditure net of unallocable (income)	(13.28)	(10.32)	(18.35)	(23.60)	(40.14)	(75.08)
iii) Share of loss of joint ventures (relating to Energy segment)	-	-	0.33	-	0.03	1.07
iv) Exceptional items (relating to Energy segment)	-	-	-	-	-	89.54
Total profit before tax	120.44	90.05	117.93	210.49	194.30	410.37
iii Segment Assets						
a Energy	3,766.42	3,987.47	3,627.52	3,766.42	3,627.52	3,992.36
b Environment	416.55	423.87	450.01	416.55	450.01	497.51
c Chemical	385.09	373.32	381.49	385.09	381.49	364.70
d Unallocated	1,762.74	1,845.01	1,873.09	1,762.74	1,873.09	1,945.37
Total Assets	6,330.80	6,629.67	6,332.11	6,330.80	6,332.11	6,799.94
iv Segment Liabilities						
a Energy	2,699.87	2,888.21	2,823.57	2,699.87	2,823.57	3,113.26
b Environment	339.77	329.71	350.60	339.77	350.60	383.43
c Chemical	54.72	62.97	66.15	54.72	66.15	54.03
d Unallocated	238.81	271.03	287.35	238.81	287.35	234.93
Total Liabilities	3,333.17	3,551.92	3,527.67	3,333.17	3,527.67	3,785.65

4 During earlier years, Thermax Limited ("Company") had received demand notices/show cause-cum-demand notices from the Excise department covering period from June 2000 till June 2017 for Rs. 1,383.51 crores (including penalty but excluding interest not presently quantified). These demands are of excise duty payable on inclusion of the cost of bought out items in the assessable value of certain products manufactured by the Company, though such duty paid bought out items are directly dispatched by the manufacturers thereof to the ultimate customer, without being received in the Company's factory. The Company has filed an appeal against the said orders received before CESTAT, Mumbai. Based on independent legal advice, the Company is confident of the issue being ultimately decided in its favour and accordingly no provision has been considered necessary.

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INITIAL FOR IDENTIFICATION
 BY
 SRBC & CO LLP
 SRBC & CO LLP

THERMAX LIMITED

Regd. Office : D-13, M.I.D.C. Industrial Area, R.D. Aga Road, Chinchwad, Pune - 411 019

Corporate Identity Number - L29299PN1980PLC022787

Statement of unaudited financial results for the quarter and half year ended September 30, 2019

5 As part of organisational restructuring the Board of Directors and Shareholders of the Company, had approved the transfer of Boiler & Heater (B&H) business of Thermax Limited to Thermax Babcock & Wilcox Energy Solutions Private Limited (TBWES) on a going concern basis through slump sale. Considering that the transfer of B&H business to TBWES was not concluded in this quarter, the results of B&H business continued to be classified as discontinued operations in the standalone financial results in accordance with Ind AS 105. The financial parameters in respect of discontinued operations are stated below. The financial results for the quarter and half year ended September 30, 2018 have accordingly been restated. The transaction has no impact on the consolidated financial results as the business will be continued in TBWES, a wholly owned subsidiary of the Company. Subsequent to the reporting date, the transaction was completed on October 01, 2019.

Particulars	Quarter ended			Half year ended		(Rs. in Crore)
	Sept 30, 2019	Jun 30, 2019	Sept 30, 2018	Sept 30, 2019	Sept 30, 2018	Year ended Mar 31, 2019
Revenue from operations	567.73	379.99	429.97	947.72	671.02	1,634.24
Total income	568.70	380.86	430.78	949.56	673.98	1,648.00
Total expenses	517.41	341.66	384.67	859.07	606.61	1,474.78
Profit before tax	51.29	39.20	46.11	90.49	67.37	173.22
Tax expenses	25.06	12.83	16.17	37.89	23.29	59.00
Profit after tax	26.23	26.37	29.94	52.60	44.08	114.22

6 The Company and its Indian subsidiaries have computed the tax expense of the current financial period as per the tax regime announced under section 115BAA of the Income-tax Act, 1961. Accordingly, (a) the current and deferred tax expense for the quarter and half year ended September 30, 2019, has been determined at the rate of 25.17% and (b) the deferred tax assets as at April 01, 2019, (on brought forward losses and other items) have been written down considering the enacted rate of 25.17%.

7 The Ministry of Corporate Affairs has notified Ind AS 116 "Leases" with effect from April 1, 2019. The Group has applied the Standard to lease contracts existing on April 1, 2019 using modified retrospective method. Accordingly, comparative amounts for year ended March 31, 2019 have not been retrospectively adjusted. Adoption of the new standard has resulted in recognition of "Right-of-Use assets" (ROU) and lease liability, and did not have any significant impact on the standalone and consolidated financial results for the quarter and half year ended September 30, 2019.

8 The figures for the consolidated cash flow statement for the corresponding half year ended September 30, 2018 have not been subject to limited review by auditors.

For Thermax Limited


Mrs. Meher Pudumjee
Chairperson

Place: Pune
Date: November 13, 2019

Sustainable Solutions in Energy & Environment

INITIAL FOR IDENTIFICATION
BY
SRBC & CO LLP
SRBC & CO LLP

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Thermax Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Thermax Limited (the "Company") for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, 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 the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to note 4 of the Statement relating to the demand orders/show cause notice on the Company for Rs. 1,383.51 crores (including penalty of Rs. 329.91 crores and excluding interest not presently quantified) by the Commissioner of Central Excise, Pune. The Company has filed an appeal against the said orders and filed replies to the show cause cum demand notice. Our conclusion is not modified in respect of this matter.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003

**per Tridevlal Khandelwal**
Partner

Membership No.: 501160

UDIN: 19501160AAAABS9640

Place: Pune

Date: November 13, 2019



Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Thermax Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Thermax Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the Statement of cash flow for the corresponding period from April 1, 2018 to September 30, 2018 as reported in these unaudited consolidated financial results have been approved by the Holding Company's Board of Directors but have not been subjected to review.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:
 - a. First Energy Private Limited, India
 - b. Rifox-Hans Richter GmbH Spezialarmaturen, Germany
 - c. PT Thermax International, Indonesia
 - d. Thermax Babcock & Wilcox Energy Solutions Private Limited, India
 - e. Thermax Denmark ApS, Denmark
 - f. Danstoker A/S, Denmark
 - g. Danstoker Poland Sp. Z.o.o., Poland
 - h. Ejendomsanpartsselskabet Industrivej Nord 13, Denmark
 - i. Boilerworks A/S, Denmark
 - j. Boilerworks Properties ApS, Denmark
 - k. Thermax do Brasil Energia Equipamentos Ltda., Brazil
 - l. Thermax Employees ESOP and Welfare Trusts (73 nos.)
 - m. Thermax Energy and Environment Philippines Corporation, Philippines
 - n. Thermax Energy & Environment Lanka (Private) Limited, Sri Lanka
 - o. Thermax Engineering Construction Company Limited, India
 - p. Thermax Engineering Construction FZE, Nigeria
 - q. Thermax Engineering Singapore Pte. Ltd., Singapore
 - r. Thermax Europe Limited, United Kingdom



- s. Thermax Inc., United States of America
 - t. Thermax Instrumentation Limited, India (including branches)
 - u. Thermax International Limited, Mauritius
 - v. Thermax Netherlands B.V., Netherlands
 - w. Thermax Nigeria Limited, Nigeria
 - x. Thermax Onsite Energy Solutions Limited, India
 - y. Thermax Senegal S.A.R.L, Senegal
 - z. Thermax Sdn. Bhd, Malaysia
 - aa. Thermax SPX Energy Technologies Limited, India
 - bb. Thermax Sustainable Energy Solutions Limited, India
 - cc. Thermax (Zhejiang) Cooling & Heating Engineering Company Limited, China
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, 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 the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note 4 of the Statement relating to the demand orders/show cause notice on the Company for Rs. 1,383.51 crores (including penalty of Rs. 329.91 crores and excluding interest not presently quantified) by the Commissioner of Central Excise, Pune. The Holding Company has filed an appeal against the said orders and filed replies to the show cause cum demand notice. Our conclusion is not modified in respect of this matter.
7. The accompanying Statement includes unaudited interim financial results and other unaudited financial information of 11 subsidiaries, branch of a subsidiary and various trusts whose interim financial results and other financial information reflect Group's share of total assets of Rs. 664.31 crores as at September 30, 2019, and Group's share of total revenues of Rs. 177.70 crores and Rs. 335.60 crores, Group's share of total net profit after tax of Rs. 0.49 crores and Rs. 0.83 crores, Group's share of total comprehensive loss of Rs. 1.95 crores and Rs. 1.64 crores, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019 respectively, and net cash outflows of Rs. 31.95 crores for the period from April 1, 2019 to September 30, 2019, as considered in the Statement, which have been reviewed by their respective independent auditors. The independent auditors' reports on interim financial results and other financial information of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries, branch of a subsidiary and various trusts are based solely on the reports of such auditors and procedures performed by us as stated in paragraph 3 above.
8. The accompanying Statement of unaudited consolidated financial results include unaudited interim financial results and other unaudited financial information in respect of 12 subsidiaries, whose interim financial results and financial information reflect Group's share of total assets of Rs. 226.80 crores as at September 30, 2019, Group's share of total revenues of Rs. 8.61 crores and Rs. 18.07 crores, Group's share of total net (loss)/profit after tax of Rs. (0.07) crores and Rs. 1.08 crores, Group's share of total comprehensive (loss)/income of Rs. (0.07) crores and Rs. 1.08 crores, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and net cash inflows of Rs. 3.18 crores for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, are based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.



S R B C & CO LLP

Chartered Accountants

Our conclusion on the Statement in respect of matters stated in para 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/financial information certified by the Management.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm registration number: 324982E/E300003



per Tridevlal Khandelwal
Partner

Membership No.: 501160

UDIN: 19501160AAAA BT5358



Place: Pune

Date: November 13, 2019



Press Release

Thermax Q2 order booking up 28%, revenue higher by 12.5%

Pune: November 13, 2019

For the second quarter of FY 2019-20, Thermax posted consolidated operating revenue of Rs. 1,606 crore, up 12.5% as compared to Rs. 1,428 crore in the corresponding quarter, last year. Profit after tax (PAT) stood at Rs. 26 crore (deferred tax impact explained in the subsequent paragraph) as compared to Rs. 75 crore (includes company's share of profit/loss in joint venture) in Q2, last year.

Pursuant to the Taxation Laws (Amendment) Ordinance 2019, promulgated on 20th September 2019, the company and its Indian subsidiaries have opted for a lower tax rate of 25.17% and hence recognised additional deferred tax expense in the current quarter, including a write-down of approximately Rs 70 crore of deferred tax assets for the Group as of April 1, 2019; thereby impacting the PAT of Thermax on a consolidated basis.

As on September 30, 2019, Thermax Group had an order balance of Rs. 5,334 crore (Rs. 6,411 crore) down 16.8%. Order booking for the quarter, at the consolidated level, was at Rs. 1,723 crore (Rs. 1,344 crore), up 28.2%. The Environment segment of the company has bagged Rs. 471 crore Flue Gas Desulphurisation (FGD) order during the quarter.

On a standalone basis, from continuing operations, Thermax posted an operating revenue of Rs. 838 crore for the quarter, compared to Rs.758 crore in the corresponding quarter of the previous year. PAT for the quarter remained the same as last year's Rs. 39 crore.

About Thermax Limited: Thermax Limited, a leading energy and environment solutions provider is one of the few companies in the world that offers integrated innovative solutions in the areas of heating, cooling, power, water and waste management, air pollution control and chemicals. Thermax has manufacturing facilities in India, China, Europe and South East Asia. The sustainable solutions Thermax develops for client companies are environment-friendly and enable efficient deployment of energy and water resources.

For more information visit www.thermaxglobal.com

