



S.P. APPARELS LTD.

Regd. Office : 39-A, Extension Street, Kaikattipudur, AVINASHI - 641 654, Tamil Nadu, India.
Phone : +91-4296-714000 E-mail : spindia@s-p-apparels.com
Web : www.s-p-apparels.com CIN No.: L18101TZ2005PLC012295



13th February, 2019

The Listing Department
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001.

The Listing Department
National Stock Exchange of India Limited
'Exchange Plaza',
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051.

Scrip Code: 540048

Symbol: SPAL

Dear Sirs,

Sub: Outcome of the Board Meeting

Ref: Our Notice dated 04.02.2019.

Further to our Notice under reference, we wish to inform you that the Board of Directors of the Company at their Meeting held today i.e. on 13th February, 2019 which was commenced at 01.00 p.m. and concluded at 4.00 p.m., have approved the following Un-audited Financial Results of the Company for the Quarter ended 31.12.2018.

1. Consolidated
2. Standalone

We are sending herewith the Certified True Copies of the aforesaid Results along with the Limited Review Report issued by the Statutory Auditors of the Company.

Kindly take the above on your record.

Thanking you,

For S.P.Apparels Limited,

K. Vinodhini
Company Secretary and Compliance Officer

Encl: As above

SP Apparels Limited

Key Highlights - Financial performance of Q3 2018-19

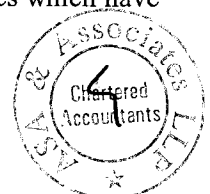
- Revenue for the quarter has grown by 37.50% on a YoY basis and 17.08% on a QoQ basis
- EBITDA for the quarter has grown by 37.45% on a YoY basis and 25.40% on a QoQ basis
- Profit before tax for the quarter has grown by 90.80 % on a YoY basis and 78.29% on a QoQ basis
- Profit after tax for the quarter has grown by 94.44% on a YoY basis and 79.57% on a QoQ basis
- Earnings per share for the quarter has grown by 90.47 % on a YoY basis and 79.57% on a QoQ basis



Independent Auditor's Review Report on the Review of Interim Financial Results

To the Board of Directors of
S. P. Apparels Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results (Consolidated) of S. P. Apparels Limited ('the Holding Company') and its subsidiaries (the Holding company and its subsidiaries together referred to as 'the Group') for the quarter and nine months period ended December 31, 2018 and the Statement of Consolidated Unaudited Assets and Liabilities as at December 31, 2018 together with the notes thereon (the Statement), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC//62/2016 dated July 5, 2016 ('the Listing Regulations 2015'), which has been initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. 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 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 misstatement.
4. A review is limited primarily to inquiries of Holding 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.
5. The Statement includes the results of the following entities:
 - a. S P Apparels Limited (Holding Company)
 - b. Crocodile Products Private Limited (Holds 70%)
 - c. S P Apparels (UK) (P) Limited (Wholly owned subsidiary).
6. The consolidated financial results includes the interim financial results of two subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs 119.30 million and Rs 407.79 million for the quarter and nine months period ended December 31, 2018 respectively and Total Comprehensive Income of Rs 8.27 million and Rs 24.68 million for the quarter and nine months period ended December 31, 2018 respectively as considered in the consolidated financial results. The Statement of Consolidated Unaudited Assets and Liabilities as at December 31, 2018 includes Assets amounting to Rs 182.58 million as at December 31, 2018 of two subsidiaries which have not been reviewed by their auditors.



7. Based on our review conducted as stated above and except for the possible effects of the matter described in paragraph 6 above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For ASA & Associates LLP

Chartered Accountants

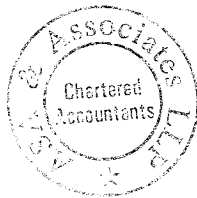
Firm Registration No: 009571N/N500006



D K Giridharan

Partner

Membership No: 028738



Place: Avinashi

Date: February 13, 2019

S.P. Apparels Limited

CIN: L18101TZ2005PLC012295

Regd. Office: 39 – A, Extension Street, Kattipudur, Avinashi – 641 654, Tirupur, Tamilnadu

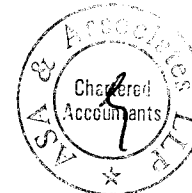
Tel : +91-4296-714000, Fax : +91-4296-714280, 714281 E-mail: csoffice@s-p-apparels.com, Website: www.spapparels.com

Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2018

(Prepared in Compliance with Indian Accounting Standards - IND AS)

(Rupees in millions except EPS and unless otherwise stated)

Statement of unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2018		Quarter ended December 31, 2018 [Unaudited]	Quarter ended September 30, 2018 [Unaudited]	Quarter ended December 31, 2017 [Unaudited]	Nine Months ended December 31, 2018 [Unaudited]	Nine Months ended December 31, 2017 [Unaudited]	For the year ended March 31, 2018 [Audited]
Particulars	S.No	Rs in Millions	Rs in Millions	Rs in Millions	Rs in Millions	Rs in Millions	Rs in Millions
Revenue from operations	1	2,225.99	1,907.42	1,629.38	6,041.52	4,796.82	6,624.15
Other income	2	14.33	6.12	-	26.53	150.00	163.82
Total Income (3 = 1+2)		2,240.32	1,913.54	1,629.38	6,068.05	4,946.82	6,787.97
Expenses							
Cost of materials and services consumed	4	670.94	761.42	629.58	2,099.27	1,874.30	2,434.12
Purchases of Stock-in-Trade - Traded goods	5	262.08	228.89	189.24	714.05	527.60	715.22
Changes in inventories of finished goods, stock-in-trade and work-in-progress - (Increase)/Decrease	6	-59.92	-294.97	-202.61	-451.81	-513.21	-596.73
		873.10	695.34	616.21	2,361.51	1,888.69	2,552.61
Excise duty expenses							
Employee benefits expense	7	471.81	403.91	414.17	1,317.69	1,180.02	1,591.95
Finance costs	8	-22.54	62.91	43.15	78.21	186.76	287.42
Depreciation and amortisation expense	9	54.89	53.20	58.05	160.99	165.40	223.89
Other expenses	10	481.26	484.04	297.70	1,353.98	1,004.05	1,421.44
Total Expenses (11 = 4 to 10)		1,858.52	1,699.40	1,429.28	5,272.38	4,424.92	6,077.31
Net Profit/(Loss) for the period before tax (12 = 3 less 11)		381.80	214.14	200.10	795.67	521.90	710.66
Tax expense:							
(a) Current tax expense		86.00	60.62	52.04	210.43	178.31	252.70
(b) Deferred Tax		27.98	4.38	10.32	42.41	-2.26	-20.17
Tax expense (13 = a+b)		113.98	65.00	62.36	252.84	176.05	232.53
Net Profit/(Loss) for the period after tax (14 = 12 less 13)		267.82	149.14	137.74	542.83	345.85	478.13
Other Comprehensive Income for the period							
A (i) Items that will not be reclassified to Profit or Loss							
Actuarial gain/(loss) on defined benefit plans		-6.00	6.68	9.37	0.41	9.37	-
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		2.10	-2.34	-3.33	-0.14	-3.33	-
B (i) Items that will be reclassified to Profit or Loss							
The effective portion of gain/(loss) on hedging instruments in a cash flow hedge		123.13	-39.07	29.43	114.56	-33.07	-76.50
Translation difference							
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-43.02	13.65	-10.46	-40.03	11.75	26.47
Total Other Comprehensive Income (net of taxes) (15)		76.21	-21.08	25.01	74.80	-15.28	-50.03
Minority Interest (16)		-0.69	0.09	2.76	-0.85	1.53	-8.59
Total Comprehensive Income for the period after tax (17 = 14 plus 15 plus 16)		343.34	128.15	165.51	616.78	332.10	419.51
Paid-up equity share capital (face value Rs. 10/-) [Amount]		256,926,000	256,926,000	251,676,000	255,759,333	251,676,000	251,676,000
Earning Per Share (Rs.) - Basic and Diluted [Net Profit/(loss) for the period after tax/Weighted average number of equity shares]		10.42	5.80	5.47	21.22	13.74	19.00
		[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Annualised]



See accompanying notes to the Financial Results

Notes:

1. The above audited consolidated financial results for the quarter and nine months ended December 31, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 13, 2019.
2. These financial results have been prepared in accordance with Indian Accounting Standard ('Ind As') 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 SEBI circular dated July 5, 2016.
3. Based on the internal reporting provided to the Chief of Decision Maker, the business of Garment sales is only the reportable segment of the company.
4. Effective 01.04.2018, the Company has adopted Ind AS 115, Revenue from contracts with customers which replaces earlier revenue recognition standards, using the cumulative effect method. The adoption of the standard did not have any material impact on the financials results for the quarter ended December 31, 2018.
5. In continuance to the approval received from shareholder through postal ballot on April 23, 2018 the company has:
 - Redeemed preference share liability of INR 200 Million on June 4, 2018.
 - Alloted 525,000 equity share on preferential basis to the promoter of the company on June 4, 2018
6. The company has complied with relevant provisions of section 108 & 110 of the Companies Act, 2013 read with Rule 20 & 22 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
7. The utilisation of IPO proceeds is summarised as below (unaudited):-

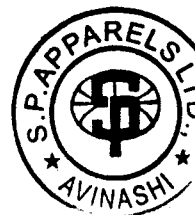
Objects of the issue as per the Prospectus	As per Prospectus	Utilisation amount up to December 31, 2018	Unutilised amount as of December 31, 2018
Expansion and modernization of manufacturing facility	701.60	451.18	250.42
Repayment or prepayment of debt	630.00	630.00	-
Opening of new stores for the sale of 'Crocodile' products	278.50	190.90	87.60
Addition of balancing machineries for existing dyeing unit	49.10	49.10	-
General corporate purposes and Issue expenses	490.80	490.80	-
Total	2,150.00	1,811.98	338.02

The unutilised amount as at December 31, 2018 have been temporarily deployed in debt funds and fixed deposits.

8. Tax on Consolidated financial statements is calculated after adjusting subsidiaries profit with carried forward loss.
9. Previous period figures have been regrouped / reclassified, wherever necessary, to conform to the current period classification / presentation.

Place : Avinashi

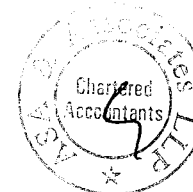
Date : February 13, 2019



For S.P.Apparels Limited

P. Sundarajan
Managing Director
DIN : 00003380

V. Balaji
Chief Financial Officer



Independent Auditor's Review Report on the Review of Interim Financial Results

To the Board of Directors of
S. P. Apparels Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results (Standalone) of S. P. Apparels Limited ('the Company') for the quarter and nine months period ended December 31, 2018 and the Statement of Standalone Unaudited Assets and Liabilities as at December 31, 2018 together with the notes thereon (the Statement), being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC//62/2016 dated July 5, 2016 ('the Listing Regulations 2015'), which has been initialed by us for identification purposes.
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 Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies. 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 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 misstatement.
4. 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.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For ASA & Associates LLP

Chartered Accountants

Firm Registration No: 009571N/N500006

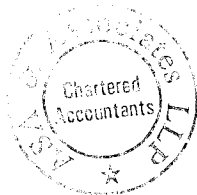
**D K Giridharan**

Partner

Membership No: 028738

Place: Avinashi

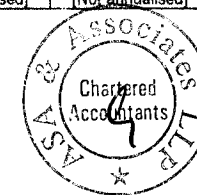
Date: February 13, 2019



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 CIN: L18101TZ2005PLC012285
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 Tel : +91-4296-714000, Fax : +91-4296-714280, 714281, E-mail: csoffice@s-p-apparels.com, Website: www.spapparels.com
Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2018
 (Prepared in Compliance with Indian Accounting Standards - IND AS)

(Rupees in millions except EPS and unless otherwise stated)

Statement of unaudited Financial Results for the quarter and nine months ended December 31, 2018		Quarter ended December 31, 2018	Quarter ended September 30, 2018	Quarter ended December 31, 2017	Nine months ended December 31, 2018	Nine months ended December 31, 2017	For the year ended March 31, 2018
		[Unaudited] Rs in Millions	[Unaudited] Rs in Millions	[Unaudited] Rs in Millions	[Unaudited] Rs in Millions	[Unaudited] Rs in Millions	[Audited] Rs in Millions
Income							
Revenue from operations	1	2,114.49	1,776.07	1,542.27	5,649.07	4,555.88	6,280.10
Other income	2	14.21	6.12	-	26.41	149.58	164.55
Total Income (3 = 1+2)		2,128.70	1,782.19	1,542.27	5,675.48	4,705.46	6,444.65
Expenses							
Cost of materials and services consumed	4	670.94	761.42	629.58	2,099.27	1,874.30	2,434.12
Purchases of Stock-in-Trade - Traded goods	5	165.81	116.21	122.15	369.45	309.88	400.86
Changes in inventories of finished goods, stock-in-trade and work-in-progress - (Increase)/Decrease	6	-59.93	-295.27	-203.25	-453.92	-514.25	-595.82
Excise duty expenses		776.82	582.36	546.48	2,014.80	1,669.93	2,239.16
Employee benefits expense	7	469.08	401.22	411.69	1,309.90	1,172.97	1,582.32
Finance costs	8	-22.99	62.41	41.77	76.92	185.81	286.20
Depreciation and amortisation expense	9	59.14	57.45	58.43	173.71	174.23	240.70
Other expenses	10	479.92	481.71	294.47	1,349.68	1,004.04	1,420.30
Total Expenses (11 = 4 to 10)		1,761.97	1,585.15	1,354.84	4,925.01	4,206.98	5,761.68
Net Profit/(Loss) for the period before tax (12 = 3 less 11)		366.73	197.04	187.43	750.47	498.48	673.97
Tax expense:							
(a) Current tax expense		84.59	56.89	56.02	205.30	178.31	252.73
(b) Deferred Tax		27.06	4.32	10.13	40.38	-2.26	3.12
Tax expense (13 = a+b)		111.65	61.21	66.15	245.68	176.05	255.85
Net Profit/(Loss) for the period after tax (14 = 12 less 13)		255.08	135.83	121.28	504.79	322.43	420.12
Other Comprehensive Income for the period							
A (i) Items that will not be reclassified to Profit or Loss:							
Actuarial gain/(loss) on defined benefit plans		-6.00	6.68	9.37	0.41	9.37	-
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		2.10	-2.34	-3.33	-0.14	-3.33	-
B (i) Items that will be reclassified to Profit or Loss							
The effective portion of gain/(loss) on hedging instruments in a cash flow hedge		123.13	-39.07	29.43	114.56	-33.07	-76.50
Translation difference		-43.02	13.65	-10.46	-40.03	11.75	26.47
(ii) Income tax relating to items that will be reclassified to Profit or Loss		76.21	-21.08	25.01	74.80	-15.28	-50.03
Total Other Comprehensive Income (net of taxes) (15)		113.40	-48.76	40.85	149.60	-37.83	-49.56
Total Comprehensive Income for the period after tax (16 = 14 plus 15)		368.48	87.07	162.13	654.39	284.60	370.56
Paid-up equity share capital (face value Rs. 10/-) [Amount]		255,926,000	255,926,000	251,676,000	255,759,333	251,676,000	251,676,000
Earning Per Share (Rs.) - Basic and Diluted [Net Profit/(loss) for the period after tax/Weighted average number of equity shares]		9.93	5.29	4.82	19.74	12.81	16.69
		[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Annualised]



4

See accompanying notes to the Financial Results

Notes:

- The above unaudited standalone financial results for the quarter and nine months ended December 31, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 13, 2019.
- These financial results have been prepared in accordance with Indian Accounting Standard (Ind As) 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 SEBI circular dated July 5, 2016.
- Based on the internal reporting provided to the Chief of Decision Maker the business of Garment sales is only the reportable segment of the company.
- Effective 01.04.2018, the Company has adopted Ind AS 115, Revenue from contracts with customers which replaces earlier revenue recognition standards, using the cumulative effect method. The adoption of the standard did not have any material impact on the financials results for the quarter ended December 31, 2018.
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- The utilisation of IPO proceeds is summarised as below (unaudited):-

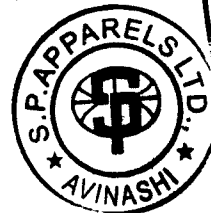
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General corporate purposes and Issue expenses	490.80	490.80	-
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The unutilised amount as at December 31, 2018 have been temporarily employed in debt funds and fixed deposits.

- Previous period figures have been regrouped / reclassified, wherever necessary, to conform to the current period classification / presentation.

Place : Avinashi

Date : February 13, 2019



For: S.P.Apparels Limited

P.S.undararajan
Managing Director
DIN : 00003380

V.Balaji
Chief Financial Officer

