

**Vimta Labs Limited**

Registered Office  
142, IDA Phase II, Cherlapally  
Hyderabad-500 051, India  
T : +91 40 2726 4141  
F : +91 40 2726 3657



VLL\10\S-004\2019\  
Date : 09.11.2019

Listing Centre  
B S E Limited  
P J Towers, Dalal Street  
**Mumbai: 400001**  
Scrip Code No.524394.

Asst Vice President  
National Stock Exchange of India Limited  
"Exchange Plaza", Bandra  
Kurla Complex, Bandra (E)  
**Mumbai – 400 051**  
**Kind Attn: Mr. K Hari.**  
Trading Symbol : VIMTA LABS

Dear Sirs,

Sub – Outcome of the Board Meeting.

Pursuant to Regulation 33 and 30 of SEBI (Listing obligations and disclosure requirements) 2015,

1. Please find enclosed herewith Unaudited Financial Results for the 2<sup>nd</sup> Quarter ended September 30, 2019 along with Limited Review Report.

Copy of the Unaudited Financial results are also posted on the company's website i.e. <http://www.vimta.com/financials>.

Abridged financial are being published in the newspapers (copy enclosed).

2. We inform you that Company at its Board Meeting held on even date, has considered and approved a plan for starting testing services for Electrical and Electronic products.
3. We further inform you that Board at its Meeting held today, has decided to acquire 100% equity shares of M/s Emtac Laboratories Private Limited and to make it a wholly owned subsidiary of the company subject to the necessary approvals from the financial institutions, if any.

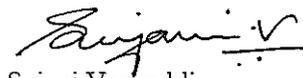
The disclosure for the proposed acquisition specified under Part A of schedule III of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is enclosed hereto as Annexure A.

The meeting commenced at 02:40 PM and ended at 06:30 PM

This is for your information and records.

Thanking you,

Yours faithfully,  
for VIMTA LABS LIMITED

  
Sujani Vastreddi  
Company Secretary  
Encl: as above.

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Driven by Quality. Inspired by Science.

Statement of unaudited financial results for the quarter and half year ended September 30, 2019  
(Amount in INR millions, except Earnings Per Share)

S. No.	Particulars	Quarter Ended			Half Year ended		Year Ended
		30 Sep 19 (Unaudited)	30 Jun 19 (Unaudited)	30 Sep 18 (Unaudited)	30 Sep 19 (Unaudited)	30 Sep 18 (Unaudited)	31 Mar 19 (Audited)
1	<b>Income</b>						
	(a) Revenue from operations	424.53	435.11	538.26	859.64	1,083.72	2,126.41
	(b) Other income	3.52	1.52	9.99	5.04	17.29	19.27
	<b>Total Income</b>	<b>428.05</b>	<b>436.63</b>	<b>548.25</b>	<b>864.68</b>	<b>1,101.01</b>	<b>2,145.68</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed and testing expenditure	126.27	133.56	136.90	259.83	283.86	591.99
	(b) Purchase of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of work-in-progress	(0.35)	(1.33)	1.23	(1.68)	6.35	(7.78)
	(d) Employee benefits expense	150.60	150.16	148.65	300.76	293.42	592.53
	(e) Finance costs	9.85	6.40	20.29	16.25	38.57	46.07
	(f) Depreciation expense	52.12	51.77	48.25	103.89	95.56	197.23
	(g) Other expenses	84.96	80.04	92.45	165.00	199.14	374.23
	<b>Total Expenses</b>	<b>423.45</b>	<b>420.60</b>	<b>447.77</b>	<b>844.05</b>	<b>916.90</b>	<b>1,794.27</b>
3	Profit/(Loss) before exceptional items and tax [1-2]	4.60	16.03	100.48	20.63	184.11	351.41
4	Exceptional items	-	-	-	-	-	-
5	Profit/(Loss) before tax [3-4]	4.60	16.03	100.48	20.63	184.11	351.41
6	<b>Tax expense</b>						
	(a) Current tax	1.90	9.75	33.27	11.65	67.60	115.20
	(b) Taxes of earlier periods	-	-	(2.32)	-	(2.32)	(8.82)
	(c) Deferred tax (benefit)/expense	(6.33)	(5.42)	(0.14)	(11.75)	(15.43)	(8.08)
	<b>Total Tax Expense</b>	<b>(4.43)</b>	<b>4.33</b>	<b>30.81</b>	<b>(0.10)</b>	<b>49.85</b>	<b>98.30</b>
7	Profit/(Loss) for the year (5-6)	9.03	11.70	69.67	20.73	134.26	253.11
8	Other Comprehensive Income/(expense), net of tax expenses <i>Items that will not be reclassified subsequently to profit or loss :</i>						
	(a) Re-measurements of net defined benefit liability	(1.07)	(0.95)	(4.72)	(2.02)	(5.11)	(6.78)
	(b) Income tax relating to the items	0.23	0.28	1.38	0.51	1.49	1.97
	Total other comprehensive income, net of tax	(0.84)	(0.67)	(3.34)	(1.51)	(3.62)	(4.81)
9	Total Comprehensive Income for the year (comprising Profit/(Loss) and other Comprehensive income for the year [7+8])	8.19	11.03	66.33	19.22	130.64	248.30
10	Paid-up Equity Share Capital (Face value of Rs.2/- per equity share)	44.22	44.22	44.22	44.22	44.22	44.22
11	Other Equity						1,671.30
12	Earnings per equity share (EPS) (Face value of Rs.2 per share)						
	(a) Basic (INR)	0.41	0.53	3.15	0.94	6.07	11.45
	(b) Diluted (INR)	0.41	0.53	3.15	0.94	6.07	11.45
	(EPS for the quarter ended are not annualised)						



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T : +91 40 6740 4040 E : mdoffice@vimta.com URL : www.vimta.com

CIN : L24110TG1990PLC011977

Notes to the results :

1. The above unaudited financial results for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee and are approved by the Board in its meeting held on November 09, 2019.
2. These unaudited financial results of the Company are prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ('IND AS') and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
3. The company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the company has recognised provision for Income tax for the period ended 30 September 2019 at the new rate prescribed in the said section and re-measured its Deferred tax asset (net) basis the rate prescribed in the said section. The full impact of this change has been recognised in the statement of financial results for the quarter ended 30 September 2019.
4. The management has assessed the identification of reportable segments in accordance with the requirements of Ind AS-108 'Operating Segment' and states that the Company has only one reportable segment namely 'Contract Research and Testing Services'.
5. Corresponding quarter/half-year/year end figures have been re-grouped/re-classified wherever necessary to conform to the classification of the current period.
6. Statement of Assets and Liabilities

(Amount in INR millions, unless otherwise stated)

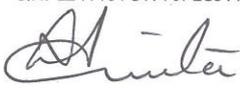
Particulars	As at	As at
	30 Sep 2019 (Unaudited)	31 Mar 2019 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	1,301.66	1,347.22
(b) Capital works-in-progress	51.20	41.82
(c) Financial assets	-	-
(i) Loans	17.88	18.72
(d) Deferred Tax Asset (Net)	1.23	-
(e) Other non-current assets	57.54	43.34
<b>Total Non-Current assets</b>	<b>1,429.51</b>	<b>1,451.10</b>
<b>Current assets</b>		
(a) Inventories	188.68	190.41
(b) Financial assets		
(i) Trade receivables	598.91	585.29
(ii) Cash and cash equivalents	13.64	26.67
(iii) Bank balances other than (ii) above	9.29	6.78
(iv) Loans	15.03	14.20
(v) Other financial assets	0.45	0.84
(c) Other current assets	116.77	98.98
<b>Total Current assets</b>	<b>942.77</b>	<b>923.17</b>
<b>Total Assets</b>	<b>2,372.28</b>	<b>2,374.27</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	44.22	44.22
(b) Other equity	1,637.21	1,671.30
<b>Total equity</b>	<b>1,681.43</b>	<b>1,715.52</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	77.53	115.68
(b) Provisions	80.06	82.80
(c) Deferred tax liabilities (Net)	-	11.03
(d) Other non-current liabilities	14.56	16.24
<b>Total Non Current Liabilities</b>	<b>172.15</b>	<b>225.75</b>
<b>Current Liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	131.98	52.42
(ii) Trade payables		
- Outstanding dues of micro enterprises and small enterprises	7.19	19.25
- Outstanding dues of creditors other than micro enterprises and small enterprises	104.45	91.06
(iii) Other financial liabilities	195.19	195.42
(b) Other current liabilities	60.70	55.16
(c) Provisions	19.19	19.69
<b>Total Current Liabilities</b>	<b>518.70</b>	<b>433.00</b>
<b>Total Equity and Liabilities</b>	<b>2,372.28</b>	<b>2,374.27</b>



7. Statement of Cash flows

Particulars	Half Year Ended	Half Year Ended	Year Ended
	30 Sep 2019 (Unaudited)	30 Sep 2018 (Unaudited)	31 Mar 2019 (Audited)
<b>Cash flow from operating activities</b>			
Profit before tax	20.62	184.10	351.41
<u>Adjustments to reconcile profit before tax to net cash flows:</u>			
- Depreciation expense	103.89	95.56	197.23
- Interest Cost paid	10.39	16.17	29.70
- Impairment loss on receivables	1.00	40.49	28.76
- Bad Debts written off	5.19	16.81	44.03
- Loss on sale of assets/(Profit)	(0.20)	0.65	2.25
- Liabilities no longer required written back	-	0.09	0.18
- Interest Income received	(0.46)	(0.48)	(7.23)
- Income from Government Grants	(1.68)	(1.68)	(3.35)
- Unrealised foreign exchange gains and losses (net)	(1.80)	17.31	5.63
<u>Adjustments for changes in working capital:</u>			
- (Increase)/decrease in inventories	1.72	(1.43)	(7.76)
- (Increase)/decrease in trade receivables	(19.61)	(106.68)	(101.50)
- (Increase)/decrease in loans	0.02	(2.82)	0.16
- (Increase)/decrease in other financial assets	-	-	-
- (Increase)/decrease in other assets	(17.80)	(26.13)	(47.29)
- Increase/(decrease) in employee benefit obligations	(5.26)	(2.26)	11.86
- Increase/(decrease) in trade payables	1.36	(4.58)	(19.50)
- Increase/(decrease) in other financial liabilities	(19.29)	8.76	9.54
- Increase/(decrease) in other current liabilities	6.03	(4.59)	(6.31)
<b>Cash generated from/(used in) operations</b>	<b>84.12</b>	<b>229.29</b>	<b>487.81</b>
Income tax paid	(25.85)	(49.44)	(96.35)
<b>Net cash flows generated from/(used in) operating activities (A)</b>	<b>58.27</b>	<b>179.85</b>	<b>391.46</b>
<b>Cash flow from Investing activities</b>			
Payment for property, plant and equipment and capital work-in-progress	(49.32)	(68.38)	(165.32)
Proceeds from sale/disposal of property, plant and equipment	(0.20)	1.18	2.17
Redemption/(Investment) in fixed deposits (Net)	(2.50)	(0.75)	(0.53)
Interest Income received	0.85	0.85	7.18
<b>Net cash flow generated from/(used in) investing activities (B)</b>	<b>(51.17)</b>	<b>(67.10)</b>	<b>(156.50)</b>
<b>Cash flow from Financing activities</b>			
Payment of Dividend (including Dividend Distribution Tax)	(53.30)	(53.30)	(53.30)
Repayment of Long term Borrowings	(41.70)	(34.50)	(82.32)
Proceeds from Long term Borrowings	6.07	-	17.08
Proceeds from/ (repayment of) short-term borrowings	79.55	(8.77)	(79.06)
Interest Cost paid	(10.75)	(16.02)	(30.64)
<b>Net cash flow generated from/(used in) financing activities (C)</b>	<b>(20.13)</b>	<b>(112.59)</b>	<b>(228.24)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(13.03)</b>	<b>0.16</b>	<b>6.72</b>
Cash and cash equivalents at the beginning of the year	26.67	19.95	19.95
<b>Cash and cash equivalents at the end of the year</b>	<b>13.64</b>	<b>20.11</b>	<b>26.67</b>
<b>Cash and cash equivalents comprise</b>			
Balances with banks in current accounts	13.17	19.30	26.09
Cash on hand	0.47	0.81	0.58
<b>Total cash and bank balances at end of the year</b>	<b>13.64</b>	<b>20.11</b>	<b>26.67</b>

For and on behalf of the Board of Directors of  
Vimta Labs Limited  
CIN: L24110TG1990PLC011977

  
Harita Vasireddi  
Managing Director



Place : Hyderabad, INDIA  
Date : November 09, 2019



Statement of unaudited financial results for the quarter and half year ended September 30, 2019  
(Amount in INR millions, except Earnings Per Share)

S. No.	Particulars	Quarter Ended			Half Year ended		Year ended
		30 Sep 19 (Unaudited)	30 Jun 19 (Unaudited)	30 Sep 18 (Unaudited)	30 Sep 19 (Unaudited)	30 Sep 18 (Unaudited)	31 Mar 19 (Audited)
1	Total Income from Operations	424.53	435.11	538.26	859.64	1,083.72	2,126.41
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary Items)	4.60	16.03	100.48	20.63	184.11	351.41
3	Net Profit / (Loss) for the period before Tax (after Exceptional and/or Extraordinary Items)	4.60	16.03	100.48	20.63	184.11	351.41
4	Net Profit / (Loss) for the period after Tax (after Exceptional and/or Extraordinary Items)	9.03	11.70	69.67	20.73	134.26	253.11
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)]	8.19	11.03	66.33	19.22	130.64	248.30
6	Equity Share Capital	44.22	44.22	44.22	44.22	44.22	44.22
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of the previous year						1,671.30
8	Earnings Per share (of Rs.2/- each) (for continuing and discontinued Operations)						
	1. Basic (INR)	0.41	0.53	3.15	0.94	6.07	11.45
	2. Diluted (INR)	0.41	0.53	3.15	0.94	6.07	11.45

Note :

- The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Company's Website ([www.vimta.com](http://www.vimta.com)) and on the websites of BSE Limited ([www.bseindia.com](http://www.bseindia.com)) and the National Stock Exchange of India Limited ([www.nseindia.com](http://www.nseindia.com)).
- The above unaudited financial results of the company for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 09, 2019 and the limited review of the same has been carried out by the statutory auditors.
- Figures of the previous periods have been regrouped/recast/reclassified wherever considered necessary.

For and on behalf of the Board of Directors of  
Vimta Labs Limited  
CIN: L24110TG1990PLC011977

  
Harita Vasireddi  
Managing Director



Place : Hyderabad, INDIA  
Date : November 09, 2019



**LIMITED REVIEW REPORT**

***Review Report to the Board of Directors of VIMTA LABS LIMITED***

We have reviewed the accompanying statement of unaudited financial results of M/s VIMTA LABS LIMITED ("the Company"), for the quarter ended 30-09-2019 and the year to date results for the period 1<sup>st</sup> April 2019 to 30<sup>th</sup> September 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) read with SEBI circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, 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.

Place: Hyderabad  
Date: 09-11-2019



for GATTAMANENI & CO.  
Chartered Accountants  
(Firm Regn.No.9303S)

G. SRINIVASARAO  
Partner

ICAI Ms. No.210535  
UDIN: 19210535AAAADL8652