

Advanced Enzyme Technologies Ltd.

CIN: U24200MH1989PLC051018

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Email: info@advancedenzymes.com, www.advancedenzymes.com

February 14, 2017

The Listing Department,
BSE Limited
Department of Corporate Affaris
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai- 400 001

Scrip ID-540025

The Listing Department,
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai- 400 051

Scrip Code-ADVENZYMES

Dear Sir/Madam,

Subject: Outcome of Board Meeting held on February 14, 2017

Ref: ISIN: INE837H01012;

With reference to the notice of Board Meeting dated February 1, 2017, we hereby inform that the Board of Directors in its Meeting held on February 14, 2017 (commenced at 11.00 A.M. and concluded at 1.00 P.M.) has inter alia, approved the following:

- (i) Standalone and Consolidated Unaudited Financial Results of the Company for the third quarter and nine months ended on December 31, 2016 along with the Limited Review Report issued by BSR & Co. LLP, Statutory Auditors of the Company.
- (ii) Mr. Prabal Bordiya, existing Company Secretary and Compliance Officer has been deputed as Company Secretary of JC BioTech Private Limited a Subsidiary Company with effect from February 13, 2017. In his place Mr. Sanjay Basantani is appointment as 'Company Secretary & Head Legal' and 'Compliance Officer' of the Company with effect from February 14, 2017.
- (iii) Subject to approval of the shareholders of the Company and other statutory / regulatory approvals: (a) Sub-Division of face value of share capital of the Company from existing Rs. 10 (Rupees Ten) per share to Rs. 2 (Rupees Two) per share and consequent alteration in capital clause of Memorandum of Association of the Company.
- (iv) Proposal to obtain approval of shareholders of the Company through Postal Ballot for (a) the business matters as mentioned in point (iii) above; and (b) grant of stock options under the existing Employees Stock Option Scheme 2015 to the employees of subsidiaries of the Company.
- (v) Employees Stock Option Scheme (ESOP) Scheme through Trust Route – The Board of Directors decided to defer this business item.



In view of the aforesaid, we are enclosing the following:

- Certified Standalone and Consolidated Unaudited Financial Results of the Company along with the Limited Review report for the third quarter and nine months ended on December 31, 2016.

This is for your information and for public at large.

Thanking you,

Yours Faithfully,

For **ADVANCED ENZYME TECHNOLOGIES LIMITED**



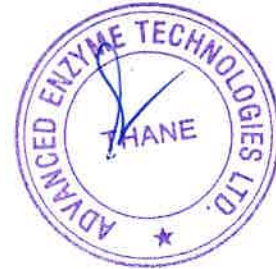
Sanjay Basantani
Company Secretary and Head – Legal
(Membership No. A19637)



Statement of consolidated unaudited financial results for the quarter and nine months ended 31 December 2016

(₹ in Million except per share data)

Particulars	Quarter ended			Nine months ended		Year ended
	31st December 2016 Unaudited	30th September 2016 Unaudited	31st December 2015 Unaudited	31st December 2016 Unaudited	31st December 2015 Unaudited	31st Mar 2016 Audited
1 Income from Operations						
(a) Net Sales / Income from Operations (Net of excise duty)	600.39	908.03	744.47	2,453.40	2,133.06	2,937.82
Total Income from Operations (Net)	600.39	908.03	744.47	2,453.40	2,133.06	2,937.82
2 Expenses						
(a) Cost of materials consumed	178.10	128.50	152.08	514.15	513.13	693.40
(b) Purchases of stock-in-trade	0.15	1.95	0.34	2.78	2.74	3.08
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(39.46)	2.21	(29.03)	(33.65)	(50.80)	(79.92)
(d) Employee benefits expense	123.30	131.04	108.78	376.62	326.38	445.05
(e) Depreciation and amortisation expense	31.18	27.66	22.09	90.10	64.53	87.19
(f) Other expenses	148.10	162.39	128.24	413.42	361.13	500.41
Total Expenses	441.37	453.75	380.48	1,363.42	1,217.11	1,648.19
3 Profit from Operations before Other Income, Finance Costs and Exceptional Item (1-2)	159.02	454.28	363.99	1,089.98	915.95	1,288.43
4 Other income	6.70	5.95	3.18	16.82	7.24	12.89
5 Profit from ordinary activities before Finance Costs and Exceptional Item (3+4)	165.72	460.23	367.17	1,106.80	923.19	1,301.32
6 Finance costs	2.54	9.31	14.43	29.71	61.40	78.58
7 Profit from ordinary activities before exceptional item and tax (5-6)	163.18	450.92	352.74	1,077.09	861.80	1,222.76
8 Exceptional item (Refer note (viii) below)	-	-	(0.35)	-	(40.49)	(40.95)
9 Profit from ordinary activities before tax (7+8)	163.18	450.92	352.39	1,077.09	821.30	1,181.80
10 Tax expense / (Credit)	13.12	158.31	147.18	352.87	281.13	414.34
11 Net Profit for the period (9 - 10)	150.06	292.61	205.21	724.22	540.17	767.46
12 Extraordinary items (net of tax expense)	-	-	-	-	-	-
13 Net Profit for the period (11+12)	150.06	292.61	205.21	724.22	540.17	767.46
14 Less: Share of Minority interest	6.25	3.48	6.07	15.70	15.64	8.97
15 Profit after tax and allocation of minority interest	143.81	289.13	199.14	708.52	524.53	758.49
16 Paid-up Equity Share Capital (Face Value ₹ 10 each fully paid up)	223.26	223.26	217.66	223.26	217.66	217.66
17 Reserves excluding Revaluation Reserve as per the last audited Balance Sheet						2,563.20
18 (i) Earnings Per Share before extraordinary items of ₹ 10 each (not annualised)						
(a) ₹ (Basic)	6.51	13.17	9.15	32.09	24.10	34.85
(b) ₹ (Diluted)	6.51	13.17	9.15	32.09	24.10	34.85
18 (ii) Earnings Per Share after extraordinary items of ₹ 10 each (not annualised)						
(a) ₹ (Basic)	6.51	13.17	9.15	32.09	24.10	34.85
(b) ₹ (Diluted)	6.51	13.17	9.15	32.09	24.10	34.85



Notes:

(i) The above consolidated unaudited financial results for the quarter and nine months ended 31 December 2016 of Advanced Enzyme Technologies Limited (the "Company") were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 14 February 2017. The statutory auditors of the Company have carried out a limited review of the above consolidated unaudited financial results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Limited Review report does not have any qualifications. The Limited Review report will be filed with stock exchanges and will be available on the Company's website.

(ii) During the quarter ended 30 September 2016, the Company completed the Initial Public Offer (IPO) of 4,594,875 Equity shares of Rs. 10 each at an Issue price of Rs. 898 per Equity share (Rs. 810 per Equity share for eligible employees), consisting of fresh issue of 560,405 Equity shares and an Offer for Sale of 4,034,470 Equity shares by Selling Shareholders. The Equity shares of the Company were listed on National Stock Exchange of India Limited (NSE) via Id ADVENZYMES and on BSE Limited (BSE) via Id 540025 on 1 August 2016. Accordingly, the consolidated unaudited financial results for the quarter and nine months ended 31 December 2015 were not subjected to limited review by the statutory auditors of the Company and are as prepared by the Company's Management.

(iii) The proceeds from the IPO of Rs. 499.99 million (including Issue related expenses, inclusive of service tax amounting to Rs. 29.32 million).

Details of utilisation of IPO proceeds are as follows:

Particulars	(₹ in million)		
	As per prospectus	utilised upto 31 December 2016	unutilised amount as at 31 December 2016
Investment In Advanced Enzymes USA, Inc., our wholly owned subsidiary for repayment / pre-payment of certain loans availed by Advanced Enzymes USA, Inc.	400.00	400.00	-
General corporate purposes	71.98	70.87	1.31
Share issue expenses	28.01	29.32	(1.31)
Total	499.99	499.99	-

(iv) The Company has incurred Rs. 210.79 million (inclusive of service tax) as IPO expenses. Of the above IPO expenses certain expenses (such as legal counsel cost, listing fees and other cost) aggregating to Rs. 3.84 million are directly attributable to the Company. Remaining IPO expenses aggregating to Rs. 206.95 million, have been allocated between the Company Rs. 25.48 million and selling shareholders Rs. 181.47 million in proportion to the Equity shares allotted to the public as fresh issue by the Company and under Offer for Sale by the selling shareholders. The total amount attributable to the Company have been adjusted towards the securities premium account.

(v) On 1 December 2016, the Company completed the acquisition of 70% stake in API maker JC Biotech Pvt. Ltd. for a total upfront consideration of Rs. 500.85 million. The Company has accounted for goodwill of Rs. 340.38 million on consolidation. The Company has funded the acquisition through internal accruals. On account of acquisition of JC Biotech Pvt. Ltd. w.e.f 1 December 2016, the results for the quarter and nine months ended 31 December 2016 are not comparable with that of the quarter ended 30 September 2016 and quarter and nine months ended 31 December 2015.

(vi) The Group operates only in one primary business segment viz. 'manufacturing and sales of enzymes'.

(vii) Some of the lots of products of enzyme sold by the Group during the year 2013-2014, were reported to have potential contamination. The Group had done voluntarily recall of those specific lots and also got goods returned back from some of its overseas customers. As a result of this event, the subsidiaries incorporated in U.S.A. have settled two pending lawsuits and claims and thereby it has been provided towards product recall liability with respect to final settlement of the claims during the nine months ended 31 December 2015.

(viii) Previous period's / year's figures have been regrouped / reclassified where necessary, to conform to the current period's classification.

By Order of the Board
For Advanced Enzyme Technologies Limited

C.L. Rathi
Managing Director
DIN : 00365691

Place: Thane
Dated: February 14, 2017



B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011
India

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Review Report

To the Board of Directors of Advanced Enzyme Technologies Limited

We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Advanced Enzyme Technologies Limited ('the Company') and its subsidiaries listed in Annexure I (the Company and its subsidiaries constitute 'the Group') for the quarter and nine months ended 31 December 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Attention is drawn to the fact that the corresponding figures for the quarter and nine months ended 31 December 2015 have not been reviewed.

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 the Statement 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The comparative financial information of the Company for the year ended 31 March 2016 have been audited by the predecessor auditor who had audited the financial statements for the relevant period. The report of the predecessor auditor on the comparative financial information dated 27 June 2016 expressed an unmodified opinion.

The unaudited consolidated financial results includes the interim financial results of one subsidiary which has been subjected to limited review by its auditors whose report has been furnished to us by the management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor. Interim financial result of this subsidiary reflect total revenues of Rs. 37.80 million and total profit after tax of Rs. 4.18 million for the quarter and nine months ended 31 December 2016, as considered in the unaudited consolidated financial results.

The unaudited consolidated financial results includes the interim financial results of two subsidiaries which have not been subjected to limited review by their auditors and are based solely on the financial information compiled by the Company's management. Interim financial results of these subsidiaries reflect total revenues of Rs. 114.14 million and Rs. 370.76 million for the quarter and nine months ended 31 December 2016, respectively, and total profit after tax of Rs. 12.91 million and Rs. 40.69 million for the quarter and nine months ended 31 December 2016, respectively, as considered in the unaudited consolidated financial results.

Review Report (*Continued*)

Advanced Enzyme Technologies Limited

Based on our review conducted as above and based on the consideration of the reports of other auditors as highlighted 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 applicable accounting standards which are notified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022



Sadashiv Shetty
Partner
Membership No: 048648

Mumbai
14 February 2017

Advanced Enzyme Technologies Limited

Annexure I to the Review Report

List of Subsidiaries

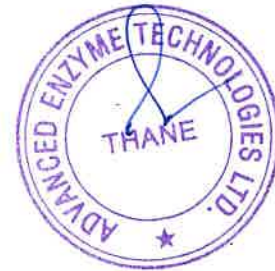
Sr. No.	Name of entity	Relationship	Country of incorporation
1	Advanced-Bio Agro Tech Limited	Subsidiary (60%)	India
2	Advanced Enzytech Solutions Limited	Wholly owned subsidiary	India
3	Advanced Enzymes USA, Inc.	Wholly owned subsidiary	U.S.A
4	Cal India Foods International	Wholly owned subsidiary of Advanced Enzymes USA, Inc.	U.S.A
5	Advanced Supplementary Technologies Corporation	Wholly owned subsidiary of Advanced Enzymes USA, Inc.	U.S.A
6	Enzyme Innovation, Inc.	Wholly owned subsidiary of Cal India Foods International	U.S.A
7	Dynamic Enzymes, Inc.	Wholly owned subsidiary of Advanced Enzymes USA, Inc.	U.S.A
8	Enzyfuel Innovation, Inc.	Wholly owned subsidiary of Advanced Enzymes USA, Inc.	U.S.A
9	JC Biotech Private Limited (Acquired on 1 December 2016)	Subsidiary (70%)	India



Statement of standalone unaudited financial results for the quarter and nine months ended 31 December 2016

(₹ in Million except per share data)

Particulars	Quarter ended			Nine months ended		Year ended
	31st Dec 2016 Unaudited	30th Sept 2016 Unaudited	31st Dec 2015 Unaudited	31st Dec 2016 Unaudited	31st Dec 2015 Unaudited	31st Mar 2016 Audited
1 Income from Operations						
(a) Net Sales / Income from Operations (Net of excise duty)	416.42	412.01	358.63	1,201.78	1,028.62	1,391.41
Total income from Operations (Net)	416.42	412.01	358.63	1,201.78	1,028.62	1,391.41
2 Expenses						
(a) Cost of materials consumed	188.02	115.72	117.82	427.13	372.21	496.87
(b) Purchases of stock-in-trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(49.12)	(21.58)	(25.41)	(33.48)	(36.36)	(56.98)
(d) Employee benefits expense	65.16	76.88	60.58	211.67	185.08	243.43
(e) Depreciation and amortisation expense	21.43	20.73	18.59	66.04	55.21	73.85
(f) Other expenses	98.50	104.77	88.21	269.30	248.61	344.91
Total Expenses	323.99	296.52	259.79	940.66	824.75	1,102.08
3 Profit from Operations before Other Income, Finance Costs and Exceptional Item (1-2)	92.43	115.49	98.84	261.12	203.87	289.33
4 Other Income	11.17	10.54	2.17	37.02	6.98	9.28
5 Profit from ordinary activities before Finance Costs and Exceptional Item (3+4)	103.60	126.03	101.01	298.14	210.85	298.61
6 Finance costs	5.85	4.48	6.67	22.02	33.79	43.71
7 Profit from ordinary activities before Exceptional item and tax (5-6)	97.75	121.55	94.34	276.12	177.06	254.90
8 Exceptional item	-	-	-	-	-	-
9 Profit from ordinary activities before tax (7+8)	97.75	121.55	94.34	276.12	177.06	254.90
10 Tax expense / (Credit)	18.12	28.05	18.31	65.88	35.54	45.95
11 Net Profit for the period (9-10)	79.63	93.50	76.03	210.24	141.52	208.95
12 Extraordinary items (net of tax expense)	-	-	-	-	-	-
13 Net Profit for the period (11+12)	79.63	93.50	76.03	210.24	141.52	208.95
14 Paid-up Equity Share Capital (Face Value ₹ 10 each fully paid up)	223.26	223.26	217.66	223.26	217.66	217.66
15 Reserves excluding Revaluation Reserve as per last audited Balance Sheet	-	-	-	-	-	1,524.35
16 (i) Earnings Per Share before extraordinary items of ₹ 10 each (not annualised)						
(a) ₹ (Basic)	3.61	4.26	3.49	9.52	6.50	9.60
(b) ₹ (Diluted)	3.61	4.26	3.49	9.52	6.50	9.60
16 (ii) Earnings Per Share after extraordinary items of ₹ 10 each (not annualised)						
(a) ₹ (Basic)	3.61	4.26	3.49	9.52	6.50	9.60
(b) ₹ (Diluted)	3.61	4.26	3.49	9.52	6.50	9.60



Notes:

(i) The above standalone unaudited financial results for the quarter and nine months ended 31 December 2016 of Advanced Enzyme Technologies Limited (the "Company") were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 14 February 2017. The statutory auditors of the Company have carried out a limited review of the above standalone unaudited financial results pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Limited Review report does not have any qualifications. The Limited Review report will be filed with stock exchanges and will be available on the Company's website.

(ii) During the quarter ended 30 September 2016, the Company completed the Initial Public Offer (IPO) of 4,594,875 Equity shares of Rs. 10 each at an issue price of Rs. 895 per Equity share (Rs. 810 per Equity share for eligible employees), consisting of fresh issue of 560,405 Equity shares and an Offer for Sale of 4,034,470 Equity shares by Selling Shareholders. The Equity shares of the Company were listed on National Stock Exchange of India Limited (NSE) via Id ADVENZYMES and on BSE Limited (BSE) via Id 540025 on 1 August 2016. Accordingly, the standalone unaudited financial results for the quarter and nine months ended 31 December 2015 were not subjected to limited review by the statutory auditors of the Company and are as prepared by the Company's Management.

(iii) The proceeds from the IPO of Rs. 499.99 million (including issue related expenses, inclusive of service tax amounting to Rs. 29.32 million).

Details of utilisation of IPO proceeds are as follows:

Particulars	(₹ in million)		
	As per prospectus	utilised upto 31 December 2016	unutilised amount as at 31 December 2016
Investment in Advanced Enzymes USA, Inc., our wholly owned subsidiary for repayment / pre-payment of certain loans availed by Advanced Enzymes USA, Inc.	400.00	400.00	-
General corporate purposes	71.98	70.67	1.31
Share issue expenses	28.01	29.32	(1.31)
Total	499.99	499.99	-

(iv) The Company has incurred Rs. 210.79 million (inclusive of service tax) as IPO expenses. Of the above IPO expenses certain expenses (such as legal counsel cost, listing fees and other cost) aggregating to Rs. 3.84 million are directly attributable to the Company. Remaining IPO expenses aggregating to Rs. 206.95 million, have been allocated between the Company Rs. 25.48 million and selling shareholders Rs. 181.47 million in proportion to the Equity shares allotted to the public as fresh issue by the Company and under Offer for Sale by the selling shareholders. The total amount attributable to the Company have been adjusted towards the securities premium account.

(v) On 1 December 2016, the Company completed the acquisition of 70% stake in API maker JC Biotech Pvt. Ltd. for a total upfront consideration of Rs. 500.85 million. The Company has funded the acquisition through internal accruals.

(vi) The Company operates only in one primary business segment viz. 'manufacturing and sales of enzymes'.

(vii) Previous period's / year's figures have been regrouped / reclassified where necessary, to conform to the current period's classification.

By Order of the Board
 For Advanced Enzyme Technologies Limited

C.L. Rathi
 Managing Director
 DIN : 00365691



Place: Thane
 Dated: February 14, 2017

B S R & Co. LLP

Chartered Accountants

5th Floor, Lodha Excelus,
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
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India

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Review Report

To the Board of Directors of Advanced Enzyme Technologies Limited

We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of Advanced Enzyme Technologies Limited ('the Company') for the quarter and nine months ended 31 December 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). Attention is drawn to the fact that the corresponding figures for the quarter and nine months ended 31 December 2015 have not been reviewed.

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 the Statement 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

The comparative financial information of the Company for the year ended 31 March 2016 have been audited by the predecessor auditor who had audited the financial statements for the relevant period. The report of the predecessor auditor on the comparative financial information dated 27 June 2016 expressed an unmodified 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 standalone financial results prepared in accordance with the applicable accounting standards notified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W/W-100022



Sadashiv Shetty
Partner

Membership No: 048648

Mumbai
14 February 2017