

Unaudited Financial Results for the Quarter and Half Year ended 30 September 2016

(Rupees in lakhs)

Sr.No	Particulars	Quarter Ended			Half Year Ended		Year ended
		30 September 2016	30 June 2016	30 September 2015	30 September 2016	30 September 2015	31 March 2016
		Unaudited	Unaudited	*	Unaudited	*	*
1	Income from Operations						
	(a) Income from Operations	38,878.79	37,371.28	38,528.33	76,250.07	76,402.19	170,116.72
	(b) Other Operating Income	336.17	244.19	420.17	580.36	696.27	1,796.56
	Total income from Operations	39,214.96	37,615.47	38,948.50	76,830.43	77,098.46	171,913.28
2	Expenses						
	(a) Cost of Materials consumed	17,949.31	17,192.18	18,691.61	35,141.49	36,450.98	83,223.26
	(b) Purchase of stock-in-trade	6,598.03	6,978.70	6,005.86	13,576.73	12,430.58	25,842.11
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,737.90)	(567.38)	(758.55)	(3,305.28)	(1,779.99)	(2,059.85)
	(d) Employee benefits expense	4,924.24	4,795.58	4,574.15	9,719.82	8,988.94	18,117.90
	(e) Depreciation and amortisation expense	1,089.26	973.93	995.42	2,063.19	2,012.96	3,908.71
	(f) Excise duty	2,093.08	1,933.61	2,022.64	4,026.69	3,935.49	8,251.67
	(g) Other expenses	7,459.69	6,113.35	6,920.52	13,573.04	14,184.90	32,530.71
	Total Expenses	37,375.71	37,419.97	38,451.65	74,795.68	76,223.86	169,814.51
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,839.25	195.50	496.85	2,034.75	874.60	2,098.77
4	Other Income	816.55	219.35	113.54	1,035.90	1,229.45	2,522.84
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	2,655.80	414.85	610.39	3,070.65	2,104.05	4,621.61
6	Finance Costs	814.60	786.87	921.75	1,601.47	1,807.65	3,797.97
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	1,841.20	(372.02)	(311.36)	1,469.18	296.40	823.64
8	Exceptional Items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	1,841.20	(372.02)	(311.36)	1,469.18	296.40	823.64
10	Tax expense	419.42	(45.07)	(103.34)	374.35	(261.60)	(456.23)
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	1,421.78	(326.95)	(208.02)	1,094.83	558.00	1,279.87
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	1,421.78	(326.95)	(208.02)	1,094.83	558.00	1,279.87
14	Other Comprehensive Income Items that will not be reclassified to profit or loss (Net of tax)	48.44	(19.39)	(16.98)	29.05	(42.25)	(74.37)
15	Total Comprehensive income [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	1,470.22	(346.34)	(225.00)	1,123.88	515.75	1,205.50
16	Paid-up equity share capital (Face value of Rs. 2 each)	1,588.18	1,588.18	1,588.18	1,588.18	1,588.18	1,588.18
17	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						78,742.91
18	(i) Earnings Per Share (before extraordinary items)						
	(a) Basic	1.79	-0.41	-0.26	1.38	0.70	1.61
	(b) Diluted	1.79	-0.41	-0.26	1.38	0.70	1.61
	(ii) Earnings Per Share (after extraordinary items)						
	(a) Basic	1.79	-0.41	-0.26	1.38	0.70	1.61
	(b) Diluted	1.79	-0.41	-0.26	1.38	0.70	1.61

Standalone statement of Assets and Liabilities

(Rupees in lakhs)

Sr.No	Particulars	As at 30 September 2016	As at 31 March 2016
		Unaudited	*
	ASSETS		
(1)	Non-current assets		
	(a) Property, Plant and Equipment	27,969.87	28,886.05
	(b) Capital work-in-progress	1,106.13	613.48
	(c) Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	377.59	443.23
	(f) Intangible assets under	-	-
	(g) Biological Asset other than bearer plants	-	-
	(h) Financial Assets		
	(i) Investments	24,340.94	24,340.94
	(ii) Trade receivables	1,471.48	234.51
	(iii) Loans	2,786.20	3,042.74
	(iv) Others - Claims receivable	111.91	111.20
	(i) Deferred tax assets (net)	2,103.63	1,893.35
	(j) Other non-current assets	25,986.56	25,325.18
	Total non-current assets	86,254.31	84,890.68
(2)	Current assets		
	(a) Inventories	25,830.27	20,622.18
	(b) Financial Assets		
	(i) Investments	-	-
	(ii) Trade receivables	29,670.34	35,479.21
	(iii) Cash and cash equivalents	1,511.14	2,000.20
	(iv) Bank balance other than (iii) above		
	(v) Loans	8,626.19	9,458.42
	(vi) Others- Interest accrued	2.30	0.33
	(c) Current Tax Assets (net)		3,289.13
	(d) Other current assets	41,461.40	38,838.62
	Total current assets	107,101.64	109,688.09
	TOTAL ASSETS	193,355.95	194,578.77
	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity share capital	1,588.18	1,588.18
	(b) Other equity	79,866.80	78,742.91
	Total equity	81,454.98	80,331.09
(1)	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	182.12	172.60
	(ii) Trade payables	4,033.84	4,087.32
	(iii) Other financial liabilities	-	-
	(b) Provisions	411.87	1,608.65
	(c) Deferred tax liabilities (net)	-	-
	(d) Other non-current liabilities	10,360.02	10,531.07
	Total non-current liabilities	14,987.85	16,399.64
(2)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	24,156.29	25,171.67
	(ii) Trade payables	32,133.75	39,394.42
	(iii) Other financial liabilities	7,133.31	5,947.39
	(b) Other current liabilities	28,735.54	24,111.38
	(c) Provisions	4,363.76	3,223.18
	(d) Current tax liabilities (net)	390.47	-
	Total current liabilities	96,913.12	97,848.04
	Total liabilities	111,900.97	114,247.68
	TOTAL EQUITY AND LIABILITIES	193,355.95	194,578.77

* The quarter ended 30 September 2015, half year ended 30 September 2015 and year ended 31 March 2016 have not been subjected to limited review / audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs

Notes :

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26 October 2016
- The Limited review of the financial results for the quarter ended September 2016, pursuant to regulation 33 (C) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 has been carried out by the statutory auditors.

3 The Company has prepared interim financial results in accordance with Indian Accounting Standards (Ind AS) as notified under Companies' (Indian Accounting Standards) Rules, 2015. In preparing its corresponding quarter ended 30 September 2015, half year ended 31 March 2016, the Company has adjusted amounts reported previously in results prepared in accordance with Indian Generally Accepted Accounting Principles (Indian GAAP). An explanation of how the transition from Indian GAAP to Ind AS has affected the Company's financial performance and position is set out in Annexure A and B

Sr. No.	Particulars	Notes	Annexure A: Reconciliation of statement profit and loss and other comprehensive income (Rupees in lakhs)										
			Quarter ended		Half year ended		Year ended						
			30 September 2015		30 September 2015		31 March 2016						
	Indian GAAP	Adjustments	IND AS	Indian GAAP	Adjustments	IND AS	Indian GAAP	Adjustments	IND AS				
1	Income from Operations												
	(a) Revenue from Operations	a,b,c	37,143.27	1,385.06	38,528.33	73,765.54	2,636.65	76,402.19	163,627.19	6,289.53	170,116.72		
	(b) Other Operating Income		420.17	-	420.17	696.27	-	696.27	1,796.56	-	1,796.56		
	Total Income from Operations		37,563.44	1,385.06	38,948.50	74,461.81	2,636.65	77,098.46	165,623.75	6,289.53	171,913.28		
2	Expenses												
	(a) Cost of Materials consumed		18,691.61	-	18,691.61	36,450.98	-	36,450.98	83,223.26	-	83,223.26		
	(b) Purchase of stock-in-trade		6,005.86	-	6,005.86	12,430.58	-	12,430.58	25,842.11	-	25,842.11		
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade		(758.55)	-	(758.55)	(1,779.99)	-	(1,779.99)	(2,059.85)	-	(2,059.85)		
	(d) Employee benefits expense	f,g	4,609.63	(35.48)	4,574.15	9,070.98	(82.04)	8,988.94	18,248.95	(131.05)	18,117.90		
	(e) Depreciation and amortisation expense	d,h,i	991.79	3.63	995.42	2,005.74	7.22	2,012.96	3,894.28	14.43	3,908.71		
	(f) Excise duty	a	-	2,022.64	2,022.64	-	3,935.49	3,935.49	-	8,251.67	8,251.67		
	(g) Other expenses	b,c,e,i,j	7,552.10	(631.58)	6,920.52	15,473.40	(1,288.50)	14,184.90	34,522.01	(1,991.30)	32,530.71		
	Total Expenses		37,092.44	1,359.21	38,451.65	73,651.69	2,572.17	76,223.86	163,670.76	6,143.75	169,814.51		
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)		471.00	25.85	496.85	810.12	64.48	874.60	1,952.99	145.78	2,098.77		
4	Other Income	d,e	85.52	28.02	113.54	1,174.07	55.38	1,229.45	2,410.98	111.86	2,522.84		
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)		556.52	53.87	610.39	1,984.19	119.86	2,104.05	4,363.97	257.64	4,621.61		
6	Finance Costs	d,e,g,h,i	895.14	26.61	921.75	1,755.87	51.78	1,807.65	3,722.43	75.54	3,797.97		
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)		(338.62)	27.26	(311.36)	228.32	68.08	296.40	641.54	182.10	823.64		
8	Exceptional Items												
9	Profit / (Loss) from ordinary activities before tax (7 + 8)		(338.62)	27.26	(311.36)	228.32	68.08	296.40	641.54	182.10	823.64		
10	Tax expense	i	(114.00)	10.66	(103.34)	(280.00)	18.40	(261.60)	(539.16)	82.93	(456.23)		
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)		(224.62)	16.60	(208.02)	508.32	49.68	558.00	1,180.70	99.17	1,279.87		
12	Extraordinary items												
13	Net Profit / (Loss) for the period (11 + 12)		(224.62)	16.60	(208.02)	508.32	49.68	558.00	1,180.70	99.17	1,279.87		

Annexure B: Reconciliation of Equity

Sr. No	Particulars	Note No	As at 1 April 2015			As at 31 March 2016		
			Indian GAPP	Ind AS Adjustments	Ind AS	Indian GAPP	Ind AS Adjustments	Ind AS
	ASSETS							
(1)	Non-current assets							
	(a) Property, Plant and Equipment	h,i	30,909.79	-411.54	30,498.25	29,283.97	-397.92	28,886.05
	(b) Capital work-in-progress		706.57	-	706.57	613.48	-	613.48
	(c) Investment Property		-	-	-	-	-	-
	(d) Goodwill		-	-	-	-	-	-
	(e) Other Intangible assets	d	140.71	84.18	224.89	387.10	56.13	443.23
	(f) Intangible assets under development		-	-	-	-	-	-
	(g) Biological Asset other than bearer plants		-	-	-	-	-	-
	(h) Financial Assets							
	(i) Investments		23,340.94	-	23,340.94	24,340.94	-	24,340.94
	(ii) Trade receivables		293.26	-	293.26	234.51	-	234.51
	(iii) Loans		2,701.88	9.11	2,710.99	3,033.63	9.11	3,042.74
	(iv) Others - claims receivable		397.29	-	397.29	111.20	-	111.20
	(i) Deferred tax assets (net)	l	1,098.89	52.88	1,151.77	1,884.05	9.30	1,893.35
	(i) Other non-current assets	i	21,027.66	396.90	21,424.56	24,942.46	382.72	25,325.18
	Total non-current assets		80,616.99	131.53	80,748.52	84,831.34	59.34	84,890.68
(2)	Current assets							
	(a) Inventories		18,765.66	-	18,765.66	20,622.18	-	20,622.18
	(b) Financial Assets		-	-	-	-	-	-
	(i) Investments		-	-	-	-	-	-
	(ii) Trade receivables	c	39,467.40	447.20	39,914.60	34,922.30	556.91	35,479.21
	(iii) Cash and cash equivalents		1,425.26	-	1,425.26	2,000.20	-	2,000.20
	(iv) Bank balance other than (iii) above		-	-	-	-	-	-
	(v) Loans		9,760.18	-	9,760.18	9,458.42	-	9,458.42
	(vi) Others -Interest accrued		31.22	-	31.22	0.33	-	0.33
	(c) Current Tax Assets (net)		500.03	-	500.03	3,289.13	-	3,289.13
	(d) Other current assets	c,j	42,249.86	-55.88	42,193.98	38,868.89	-30.27	38,838.62
	Total current assets		112,199.61	391.32	112,590.93	109,161.45	526.64	109,688.09
	TOTAL ASSETS		192,816.60	522.85	193,339.45	193,992.79	585.98	194,578.77
	EQUITY AND LIABILITIES							
	Equity							
	(a) Equity share capital		1,587.76	-	1,587.76	1,588.18	-	1,588.18
	(b) Other equity	a-l	78,042.84	299.02	78,341.86	78,828.61	-85.70	78,742.91
	Equity attributable to equity holders of the parent							
	Non-controlling interests							
	Total equity		79,630.60	299.02	79,929.62	80,416.79	-85.70	80,331.09
(1)	LIABILITIES							
	Non-current liabilities							
	(a) Financial Liabilities							
	(i) Borrowings	d	317.30	-66.52	250.78	211.53	-38.93	172.60
	(ii) Trade payables		3,194.34	-	3,194.34	4,087.32	-	4,087.32
	(iii) Other financial liabilities		-	-	-	-	-	-
	(b) Provisions	h,i	1,260.25	46.60	1,306.85	1,570.57	38.08	1,608.65
	(c) Deferred tax liabilities (net)		-	-	-	-	-	-
	(d) Other non-current liabilities	d,e	7,933.28	122.02	8,055.30	10,472.12	58.95	10,531.07
	Total non-current liabilities		12,705.17	102.10	12,807.27	16,341.54	58.10	16,399.64
(2)	Current liabilities							
	(a) Financial liabilities							
	(i) Borrowings		23,419.36	-	23,419.36	25,171.67	-	25,171.67
	(ii) Trade payables		40,501.60	-	40,501.60	39,394.42	-	39,394.42
	(iii) Other financial liabilities	b,d	7,012.90	-636.89	6,376.01	6,694.63	-747.24	5,947.39
	(b) Other current liabilities	b,c,d,e	26,164.10	1,166.22	27,330.32	22,758.65	1,352.73	24,111.38
	(c) Provisions	c,k	3,382.87	-407.60	2,975.27	3,215.09	8.09	3,223.18
	(d) Current tax liabilities (net)		-	-	-	-	-	-
	Total current liabilities		100,480.83	121.73	100,602.56	97,234.46	613.58	97,848.04
	Total liabilities		113,186.00	223.83	113,409.83	113,576.00	671.68	114,247.68
	TOTAL EQUITY AND LIABILITIES		192,816.60	522.85	193,339.45	193,992.79	585.98	194,578.77

a) Excise duty

Under Indian GAAP, excise duty is reduced from gross revenues to report revenues net of excise duty.

Under Ind AS, revenue includes gross inflows of economic benefits received by a company for its own account. Excise duty collected, which is a duty on manufacture and a primary obligation of the manufacturer is considered as revenue with the corresponding payments to Government as expenditure. This adjustment does not have any impact on statement of profit and loss.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Revenue from Operations			
Add: Excise duty	2,022.64	3,935.49	8,251.67
Other expenses - excise duty			
Add: Excise duty on sales	2,022.64	3,935.49	8,251.67

b) Variable consideration

Under Indian GAAP, cash discounts and certain customer incentives such as award credits are reported separately as an expenditure in statement of profit and loss.

Under Ind AS, revenue is measured at the fair value of consideration received or receivable taking into account the amount of any trade discounts and volume rebates allowed by the entity. Customer incentives such as award credits and other loyalty programs are considered as separately identifiable component of the sale transaction in which they are granted (initial sale). The fair value of the consideration received or receivable of initial sale shall be allocated between the award credits and the other components of the sale. Allocation of initial sale value to be made with reference to the fair values of the components of sale. Such allocated fair value of award credit is deferred to be recognised subsequently as

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Revenue from Operations			
Add / (Less): Cash discount	(402.19)	(828.51)	(1,719.64)
Add / (Less): Customer loyalty program	(177.48)	(415.61)	(116.00)
	(579.67)	(1,244.12)	(1,835.64)
Other expenses:			
(Less): Cash discount	(402.19)	(828.51)	(1,719.64)
Add / (Less): Customer loyalty program - Additional provision	(177.48)	(415.61)	(116.00)
	(579.67)	(1,244.12)	(1,835.64)

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Other current liabilities		
Add/ (Less): Deferred income	603.65	719.65
Other current financial liabilities		
Add/ (Less): Provision for bonanza scheme	-603.65	-719.65

C) Project Revenue - Multiple element arrangements

Under Indian GAAP, there is no specific guidance on multiple elements transactions.

Under Ind AS, it is necessary to apply the revenue recognition criteria for each separately identifiable component of a single transaction in order to reflect the substance of the transaction. Revenue is recognised separately for each component as and when the recognition criteria for the component is fulfilled. Further Under Ind AS, contract revenue is measured at the fair value of the consideration received or receivable. The amount of revenue and estimates should be revised as and when events occur and uncertainties are resolved. Thus, contract revenue is affected by a variety of uncertainties that depend on the outcome of future events. Accordingly, the amount of estimated contract revenue is decreased as a result

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Revenue from Operations			
Add / (Less): Project revenue	(1.78)	1.40	(73.38)
Other expenses			
Add / (Less): Unforeseeable loss and liquidated damages	0.69	4.67	(103.34)

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Other current assets		
Add/(Less): Gross amount due from customer	(70.06)	(44.45)
Add/(Less): Trade receivable	447.21	556.91
Other current liabilities	464.43	563.42
Gross amount due to customer		
Current provisions		
Provision for unrecognised losses	1.72	8.08
Retained earnings	(89.00)	(89.00)

d) Sales tax deferral liability

Under Indian GAAP, a sales tax deferral liability, which is acquired from the third party for a consideration, is recorded as borrowings at transaction price. Amount paid for acquiring such sales tax deferral entitlement is recognised in statement of profit and loss in the year of acquisition.

Under Ind AS, acquired sales tax deferral liability is recorded as a financial liability. Such liability is measured at amortised cost using effective interest rate method. Amount paid for acquiring the sales tax deferral entitlement is treated as intangible asset and is amortised over the period of the benefit received.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Depreciation and amortisation			
Add: amortisation of intangible asset	7.05	14.02	28.05
Finance cost:			
Add: fair valuation of deferral liability	8.35	16.62	33.24
Other income			
Add: amortisation of deferred income	8.35	16.62	33.24

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Non current liabilities		
Add/ (Less): Borrowings	(66.52)	(38.94)
Add/ Less: Other non current liabilities	66.52	38.94
Other current liabilities		
Add/ (Less): Other current financial liabilities	(33.24)	(27.59)
Less: Other current liabilities	33.24	27.59
Other intangible asset		
Add/ (Less): Deferral rights	84.18	56.13
Retained earnings	84.18	84.18

e) Corporate guarantee

Under Indian GAAP, financial guarantee given by the parent on behalf of its subsidiaries is recognised as 'Contingent liability'.

Under Ind AS, corporate / financial guarantee is treated as financial liability and recognised at fair value on initial and subsequent recognition. The fair value of the guarantee recoverable from the subsidiary is treated as receivable from subsidiary. The fair value of the guarantee not recoverable from the subsidiary is written off as expenditure. Finance income is recognised over the term of the guarantee using effective interest method.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Finance cost			
Add: fair valuation of corporate guarantee	5.10	11.21	16.36
Other income			
Add: amortisation of deferred income	19.66	38.76	78.62
Other expenses			
Add: fair valuation of corporate guarantee			3.95

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Other non current liabilities		
Deferred income	55.50	20.02
Other current liabilities		
Deferred income	64.90	42.07
Retained earnings	(120.40)	(120.40)

f) Employee Stock Option Plan (ESOP)

Under Indian GAAP, a company uses intrinsic value approach to measure the cost of share based payments. Under this approach, if the exercise price for employee stock option is not less than the market price of the underlying shares on the date of the grant, no compensation cost is recorded.

Under Ind AS, costs of share based payments are recorded based on the fair value of employee stock option. Under this approach, the instrument would have a value even if the exercise price is equal to the market price of the underlying shares on the date of grant

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Employee benefit expenses			
Less: excess of fair value over intrinsic value	-	(0.20)	(0.20)

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Other reserves		
Employee stock options reserve	(6.04)	(3.19)
Share premium		(3.05)
Retained earnings	6.04	6.04

g) Employee benefit expenses - actuarial gains and losses and return on plan assets

Under Indian GAAP, actuarial gains and losses and return on plan assets on post-employment defined benefit plans are recognised immediately in statement of profit and loss.

Under Ind AS, remeasurements which comprise of actuarial gains and losses, return on plan assets and changes in the effect of asset ceiling, if any, with respect to post-employment defined benefit plans are recognised immediately in other comprehensive income (OCI). Further, remeasurements recognised in OCI are never reclassified to statement of profit and loss.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Employee benefit expenses			
Add / (loss): Actuarial gain / loss	(25.97)	(64.61)	(113.72)
Tax expenses			
Add / (Less): Income tax impact of above	8.99	22.36	39.36
Other comprehensive income			
Items that will not be classified to P/L			
Add / (loss): Actuarial gain / loss	(25.97)	(64.61)	(113.72)
Add / (Less): Income tax impact of above	8.99	22.36	39.36

Employee benefit expenses - net interest income / expenses

Under Indian GAAP, net finance cost / income on post-employment defined benefit plans (gratuity) is recognised in statement of profit and loss under 'employee benefit expense'.

Under Ind AS, net finance cost / income is recorded under 'finance cost / income'.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Finance cost			
Add / (Less): net interest on net defined benefit obligation	9.51	17.23	17.13
Employee benefit expenses			
Add / (Less): net interest on net defined benefit obligation	(9.51)	(17.23)	(17.13)

h) Provision for decommissioning, restoration and similar liabilities

Under Indian GAAP, at the initial recognition of an asset, provision for decommissioning, restoration and similar liabilities is not recorded.

Under Ind AS, the cost of dismantling or removing the item or restoration of the site is included as part of initial cost of the property, plant and equipment. Accordingly, a liability equivalent to the present value of such costs is recognised, with equivalent amount capitalised as an additional cost of the component. Depreciation on asset and imputed interest on the provision is subsequently recognised in statement of profit and loss.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Depreciation and amortization expense			
Add: additional depreciation	0.29	0.58	1.16
Finance cost			
Add: present value of restoration liability	1.05	2.10	4.21

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Property, plant and equipment -		
Add/ (Less): Windmills	17.14	15.98
Non current provisions		
Add: Provision for decommissioning	51.20	55.41
Retained earnings	-34.06	-34.06

i) Warranty provision

Under Indian GAAP, provision for warranty is recorded at transaction price.

Under Ind AS, warranty provision is discounted to its present value where the effect of time value of money is material. The imputed interest on the provision is subsequently recognised in statement of profit and loss.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Finance cost			
Add: present value of warranty provision	2.56	4.60	4.60
Other expenses			
(Less): present value of warranty provision			(17.32)

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Non- current provisions		
(Less): Provision for warranty	(4.60)	(17.32)
Retained earnings	4.60	4.60

j) Reclassification of lease

Under Indian GAAP, there is no specific guidance for contracts that involve leases of land.

Under Ind AS, leases of land is recognised as operating or finance lease as per definition and classification criteria. Where the land lease is for several decades, generally it qualifies as a finance lease even though the right of ownership of the land may not transfer at the end of the lease term. Land leases for relatively shorter periods are treated as operating leases. In such cases lease rentals paid in advance are recorded as prepaid lease rentals as part of other current / non-current assets.

The impact on profitability arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Depreciation and amortization expense			
(Less): reversal of amortisation of leasehold land premium	(3.72)	(7.39)	(14.78)
Other expenses			
Add: rent expenses	3.54	7.09	14.18

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Property, plant and equipment		
(Less): Leasehold land - accumulated depreciation	(428.68)	(413.90)
Other non current asset		
Add/ (Less): Prepaid lease rentals	396.91	382.73
Other non current financial asset	9.10	9.10
Other current asset		
Add/ (Less): Prepaid lease rentals	14.17	14.17
Retained earnings	(8.50)	(8.50)

k) Proposed dividend

Under Indian GAAP, dividend proposed after the date of the financial statements but prior to the approval of financial statements is considered as an adjusting event, and a provision for dividend is recognised in the financial statements of the period to which the dividend relates.

Under Ind AS, dividend declaration is considered as a non-adjusting event and provision for dividend is recognised only in the period when the dividend is approved by the shareholders in annual general meeting.

The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Current provision		
(Less): Provision for dividend and tax on that	(409.32)	-
Retained earnings	409.32	

l) Deferred tax

Under Indian GAAP, the deferred tax is recognised using the income statement / balance sheet approach i.e. reflecting the tax effects of timing differences between accounting income and taxable income for the period.

Under Ind AS, the Company has recognised deferred taxes using the balance sheet approach i.e. reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Also, deferred taxes is recognised on account of the above mentioned changes explained in notes (a) to (k)

The impact arising from this change is summarised as follows:

Statement of profit and loss	Quarter ended 30 September 2015	Half year ended 30 September 2015	Year ended 31 March 2016
Add/ (Less): Deferred tax	1.68	(3.95)	43.57

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The impact on equity arising from this change is summarised as follows:

Balance sheet	As at 1 April 2015	As at 31 March 2016
Deferred tax asset	127.68	50.41
Deferred tax liability	74.79	41.11
Retained earnings	52.88	52.88

For Kirloskar Brothers Limited



SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN : 00007885

Date : 26 October 2016
Place : Pune



KIRLOSKAR BROTHERS LIMITED

Regd.Office : Udyog Bhavan, Tilak Road, Pune : 411 002.

4.STANDALONE SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED


Under Ind AS, operating segments is a component of an entity that engages in business activities from which it may earn revenues and incur expenses; whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available.

(Rs.in lakhs)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
		Unaudited	Unaudited	Unaudited			Audited
1	Segment revenue						
	a. Project Sectors	8,409.20	6,736.89	7,918.65	15,146.08	15,368.03	40,978.89
	b. Product Sectors	30,469.59	30,634.39	30,609.68	61,103.99	61,034.16	129,137.83
	Total	38,878.79	37,371.28	38,528.33	76,250.07	76,402.19	170,116.72
	Less :						
	Inter segment revenue	-	-	-	-	-	-
	Net sales / income from operations	38,878.79	37,371.28	38,528.33	76,250.07	76,402.19	170,116.72
2	Segment Results Profit before tax and finance costs from each segment						
	a. Project Sectors	682.59	(1,269.31)	(617.05)	(586.72)	(1,276.29)	(2,812.61)
	b. Product Sectors	4,050.57	4,071.24	3,792.25	8,121.81	7,879.97	17,100.62
	Total	4,733.16	2,801.93	3,175.20	7,535.09	6,603.68	14,288.01
	Less :						
	i. Finance Costs	814.60	786.87	921.75	1,601.47	1,807.65	3,797.97
	ii. Other un-allocable expenditure net of un-allocable income	2,077.36	2,387.08	2,564.81	4,464.44	4,499.63	9,666.40
	Total Profit/(Loss) Before Tax	1,841.20	(372.02)	(311.36)	1,469.18	296.40	823.64
3	Capital Employed (Segment Assets - Segment Liabilities)						
	a. Project Sectors	30,950.43	26,320.96	30,666.87	30,950.43	30,666.87	30,019.45
	b. Product Sectors	28,716.06	23,220.22	24,824.20	28,716.06	24,824.20	24,102.06
	c. Unallocated Corporate Assets	46,209.39	53,025.40	50,545.60	46,209.39	50,545.60	51,883.42
	Total	105,875.88	102,566.58	106,036.67	105,875.88	106,036.67	106,004.93

5 Figures have been regrouped wherever necessary.

For Kirloskar Brothers Limited


SANJAY KIRLOSKAR
 CHAIRMAN AND MANAGING DIRECTOR
 DIN : 00007885

Date : 26 October 2016
 Place : Pune



KIRLOSKAR BROTHERS LIMITED

Regd. Office : Udyog Bhavan, Tilak Road, Pune : 411 002.

4. STANDALONE SEGMENT-WISE ASSETS AND LIABILITIES BRAKEUP

(Rs.in lakhs)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
Segment Assets						
a. Project Sectors	86,950.03	84,958.22	87,534.57	86,950.03	87,534.57	88,233.81
b. Product Sectors	56,630.12	53,567.02	54,011.80	56,630.12	54,011.80	52,937.19
c. Unallocated Corporate Assets	49,386.33	56,502.60	51,104.80	49,386.33	51,194.24	55,386.28
Total	192,966.48	195,027.84	192,651.17	192,966.48	192,740.61	196,557.28
Segment Liabilities						
a. Project Sectors	55,999.60	58,637.26	56,867.70	55,999.60	56,867.70	58,214.36
b. Product Sectors	27,914.06	30,346.80	29,187.60	27,914.06	29,187.60	28,835.13
c. Unallocated Corporate Liabilities	3,176.94	3,477.20	559.20	3,176.94	648.64	3,502.86
Total	87,090.60	92,461.26	86,614.50	87,090.60	86,614.50	90,552.35

For Kirloskar Brothers Limited



SANJAY KIRLOSKAR
CHAIRMAN AND MANAGING DIRECTOR
 DIN : 00007885



Date : 26 October 2016
 Place : Pune

M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

HEAD OFFICE

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To
The Board of Directors
Kirloskar Brothers Limited
Udyog Bhavan, Tilak Road
Pune – 411002, Maharashtra
India

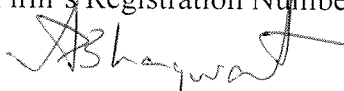
Limited Review Report

We have reviewed the accompanying statement of unaudited financial results of **Kirloskar Brothers Limited** for the period ended 30th September, 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 an analytical procedure 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.

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 applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **M/s P.G.Bhagwat**
Chartered Accountants
Firm's Registration Number: 101118W



Abhijeet Bhagwat

Partner

Membership Number: 136835

Mumbai

26th October, 2016