

DALMIA BHARAT LIMITED

Regd. Office: Dalmiapuram - 621651, Distt. Tiruchirapalli (Tamil Nadu)

CIN: L40109TN2006PLC058818

Phone 91 11 23465100 Fax 91 11 23313303

Website: www.dalmiabharat.com

Unaudited Consolidated Financial Results for the quarter and nine months ended 31-12-2016

(Rs. Cr.)

S.No.	Particulars	For the quarter ended			For the nine months ended	
		31-12-16	30-09-16	31-12-15	31-12-16	31-12-15
		(unaudited)	(unaudited)	(unaudited) (refer note 1)	(unaudited)	(unaudited) (refer note 1)
1	Income from Operations					
	(a) Gross Sales / Income from Operations (Inclusive of excise duty)	1,952.82	1,899.59	1,684.07	5,857.60	5,115.24
	(b) Other Operating Income	14.60	30.56	13.50	57.27	37.69
	Total Income from Operations	1,967.42	1,930.15	1,697.57	5,914.87	5,152.93
2	Expenses					
	(a) Cost of Materials consumed	260.49	271.50	247.95	816.56	766.63
	(b) Purchase of stock-in-trade	8.11	11.99	20.74	30.93	15.29
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(12.17)	(7.37)	(2.32)	22.11	(13.93)
	(d) Employees benefits expense	161.01	157.45	125.08	471.73	362.99
	(e) Depreciation and amortisation expense	159.33	158.74	141.59	451.86	413.62
	(f) Power and Fuel	245.37	218.32	212.24	662.78	677.85
	(g) Freight Charges					
	- on finished goods	295.77	266.31	238.96	845.41	729.56
	- on internal clinker transfer	25.09	27.65	25.65	86.88	75.04
	(h) Excise duty	228.12	224.85	204.81	695.55	631.75
	(i) Other expenses	334.53	338.72	271.44	932.70	826.94
	Total Expenses	1,705.65	1,668.16	1,486.14	5,016.51	4,485.74
3	Profit from operations before other Income, finance costs and exceptional items (1-2)	261.77	261.99	211.43	898.36	667.19
4	Other Income	71.15	79.60	44.56	227.33	165.52
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	332.92	341.59	255.99	1,125.69	832.71
6	Finance Costs	219.82	229.13	173.06	690.17	523.20
7	Profit from ordinary activities after finance costs but before exceptional Items (5-6)	113.10	112.46	82.93	435.52	309.51
8	Exceptional Items	-	-	-	-	-
9	Profit from ordinary activities before Tax (7+8)	113.10	112.46	82.93	435.52	309.51
10	Tax expense					
	(a) Current tax	54.66	55.39	10.95	185.04	53.98
	(b) Deferred tax	6.86	10.82	27.21	33.74	122.76
	(c) for earlier years	0.84	-	0.35	0.84	(0.06)
	Total tax expense	62.36	66.21	38.51	219.62	176.68
11	Net Profit from ordinary activities (after tax) (9-10)	50.74	46.25	44.42	215.90	132.83
12	Extraordinary items (net of tax)	-	-	-	-	-
13	Net Profit (11-12)	50.74	46.25	44.42	215.90	132.83
14	Less: Minority Interest	15.05	15.15	14.48	55.15	37.61
15	Net Profit after minority interest (13-14)	35.69	31.10	29.94	160.75	95.22
16	Other Comprehensive Income/ (Loss) (net of tax)	(0.76)	0.68	1.13	(1.61)	(1.48)
17	Total Comprehensive Income (after tax) (15+16)	34.93	31.78	31.07	159.14	93.74
18	Paid-up equity share capital - Face Value Rs. 2/- each	17.78	17.76	16.25	17.78	16.25
19	Earnings per Share of Rs. 2/- each (Not Annualised)					
	- Basic before and after Extraordinary Items (Rupees)	4.02	3.50	3.68	18.10	11.72
	- Diluted before and after Extraordinary Items (Rupees)	3.98	3.47	3.66	17.94	11.65

Quarterly reporting on segmentwise revenues, results and assets and liabilities under regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015.

(Rs. Cr.)						
S.No.	Particulars	For the quarter ended			For the nine months ended	
		31-12-16	30-09-16	31-12-15	31-12-16	31-12-15
		(unaudited)	(unaudited)	(unaudited) (refer note 1)	(unaudited)	(unaudited) (refer note 1)
1	Segment Revenue					
	(a) Cement	1,909.41	1,830.95	1,663.54	5,694.30	4,976.79
	(b) Refractory	87.70	120.22	97.37	318.94	257.18
	(c) Management Services	78.99	74.01	63.91	221.85	183.83
	(d) Others	19.73	19.98	17.82	59.56	45.05
		2,095.83	2,045.16	1,842.64	6,294.65	5,462.85
	Less: Inter Segment Revenue	128.41	115.01	145.07	379.78	309.92
	Segment Revenue	1,967.42	1,930.15	1,697.57	5,914.87	5,152.93
2	Segment Results					
	(a) Cement	245.71	236.04	206.32	839.00	642.48
	(b) Refractory	(6.68)	(3.20)	(10.04)	(11.71)	(17.16)
	(c) Management Services	13.69	8.62	10.21	35.70	31.29
	(d) Others	18.27	17.43	7.70	49.43	26.66
		270.99	258.89	214.19	912.42	683.27
	Add: Other Unallocable Income net of unallocable expenditure	61.93	82.70	41.80	213.27	149.44
	Less :Finance Costs	219.82	229.13	173.06	690.17	523.20
	Profit before Tax	113.10	112.46	82.93	435.52	309.51
3	Segment Assets					
	(a) Cement	13,882.83	13,821.03	10,991.12	13,882.83	10,991.12
	(b) Refractory	471.97	483.45	487.29	471.97	487.29
	(c) Management Services	201.61	189.46	190.19	201.61	190.19
	(d) Others	400.82	432.74	510.76	400.82	510.76
	Total	14,957.23	14,926.68	12,179.36	14,957.23	12,179.36
4	Segment Liabilities					
	(a) Cement	3,052.02	2,902.09	2,337.44	3,052.02	2,337.44
	(b) Refractory	93.54	106.70	91.84	93.54	91.84
	(c) Management Services	289.66	211.11	40.62	289.66	40.62
	(d) Others	1.46	3.48	6.69	1.46	6.69
	Total	3,436.68	3,223.38	2,476.59	3,436.68	2,476.59

Notes

- 1 The Company adopted Indian Accounting Standards ('Ind AS') effective April 1, 2016 (transition date being April 1, 2015) and accordingly, the financial results for the quarter and nine months ended December 31, 2016 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS -34 "Interim Financial Reporting" prescribed under section 133 of Companies Act, 2013. The results for the quarter and nine months ended December 31, 2015 are also Ind AS compliant.

- 2 Key numbers of standalone financial results of the company for the quarter and nine months ended 31-12-2016 are as under:

(Rs. Cr.)

Particulars	For the quarter ended			For the nine months ended	
	31-12-16	30-09-16	31-12-15	31-12-16	31-12-15
	(unaudited)	(unaudited)	(unaudited) refer note 1	(unaudited)	(unaudited) refer note 1
Total Income from operations	60.95	56.92	50.31	172.10	146.44
Profit before tax	21.40	24.70	17.36	74.54	58.07
Net Profit after tax	13.57	17.09	11.33	50.41	39.76

The standalone financial results are available at the company's website www.dalmiabharat.com and on the website of the stock exchanges www.bseindia.com and www.nseindia.com

- 3 National Company Law Tribunal (NCLT) – Guwahati Bench vide its order dated January 5, 2017 has held that the petition, filed by a Group of Minority Shareholders of one of the step-down subsidiary Company, against the Dalmia Group is not tenable and directed both the parties to settle their claims and counter-claims through arbitration as contractually provided in the shareholders' agreement. NCLT has further observed that the petition was initiated only in response to Dalmia Group seeking remedies for breach/non-compliance of some of the terms of the shareholders agreement. Pending final disposal under the arbitration, no adjustments are considered necessary in these financial statements.
- 4 i) Following schemes were approved by the respective Board of Directors and filed with the jurisdictional High Courts for approval:
- a) Scheme of Arrangement and Amalgamation involving Company's step down subsidiaries i.e., OCL India Limited, Odisha Cement Limited, Dalmia Cement East Limited, Shri Rangam Securities & Holdings Limited and Dalmia Bharat Cement Holdings Limited.
- b) Scheme of Arrangement and Amalgamation involving Company's subsidiary Dalmia Cement (Bharat) Limited ('DCBL') and its related parties, DCB Power Ventures Limited, Dalmia Power Limited and Adwetha Cement Holdings Limited.
- c) Scheme of Arrangement involving DCBL and its subsidiaries i.e., Adhunik Cement Limited and Adhunik MSP Cement (Assam) Limited.
- ii) Pending the proceedings in relation to schemes mentioned above, certain provisions under the Companies Act 2013 pertaining to arrangements and amalgamation have been enforced with effect from December 15, 2016 in terms of which the jurisdiction with respect to arrangements and amalgamations now vests with the National Company Law Tribunal. Accordingly, approval of the jurisdictional NCLTs is awaited in respect of the aforementioned schemes.
- iii) Further, the Board of Directors of the Company at their meeting held on November 5, 2016 had approved another scheme of arrangement and amalgamation amongst Odisha Cement Limited, Dalmia Bharat Limited and Dalmia Cement (Bharat) Limited, which is inter alia conditional upon the effectiveness of two schemes mentioned in (a) and (b) in point 1 above. The said scheme has been filed with the stock exchanges for their approval.
- iv) The accounting for amalgamation/arrangement as contemplated in the aforesaid schemes will be done upon the respective schemes coming into effect.
- 5 Reconciliation of net profit as previously reported as per previous GAAP to Ind AS for the quarter and nine months ended Decemeber 31, 2015 is as under:

(Rs. Cr.)

Particulars	For the quarter ended 31-12-15	For the nine months ended 31-12-15
	(unaudited) (refer note 1)	(unaudited) (refer note 1)
Net Profit as reported under previous GAAP	27.33	104.90
Fair valuation of investments through Profit and loss	17.53	69.26
Additional depreciation on fair valuation of fixed assets and capitalisation of stores and spares	(47.33)	(139.64)
Reduction in depreciation due to change in method of depreciation	22.01	58.65
Interest income on subsidy receivables and fair valuation of interest free loan	7.63	29.57
Difference of Book value and Present value on Subsidy Accrued	(3.49)	(15.16)
Capitalisation of Stores and spares in the nature of Plant and Machinery	12.55	12.55
Amortisation of transaction cost on loan and Interest expenses on discounting interest free loans	(1.68)	(5.41)
Others	(5.06)	6.31
Deferred tax	14.93	11.80
Net Profit under Ind AS	44.42	132.83

- 6 Figures for corresponding previous quarter and previous nine months have been regrouped and rearranged wherever considered necessary.
- 7 The above results have been reviewed by the audit committee and taken on record by the Board of Directors in their respective meetings held on 02-02-2017 and 03-02-2017 and these results have been reviewed by the Statutory Auditors of the Company.