

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

	Quarter ended			Half Year ended		Year ended
	30-09-2016 (Unaudited)	30-06-2016 (Unaudited)	30-09-2015 (Unaudited)	30-09-2016 (Unaudited)	30-09-2015 (Unaudited)	31-03-2016 (Unaudited)
(₹ in Lakhs)						
1 Income from Operations						
(a) Gross Sales and Service Income	33,383	33,309	29,679	66,692	60,423	122,754
(b) Other Operating Income	171	189	161	360	390	722
Total Income from Operations	33,554	33,498	29,840	67,052	60,813	123,476
2 Expenses						
(a) Cost of materials consumed	11,466	11,630	10,835	23,096	20,761	42,064
(b) Excise duty on sales	2,428	2,366	2,191	4,794	4,354	8,596
(c) Purchase of stock-in-trade	2,593	2,386	1,902	4,979	3,850	8,617
(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(442)	(42)	(959)	(484)	(984)	(1,388)
(e) Employee benefit expenses	4,120	3,910	3,650	8,030	7,173	14,822
(f) Depreciation expenses	1,033	1,023	1,055	2,056	2,087	4,202
(g) Power & Fuel	1,447	1,463	1,966	2,910	3,985	6,815
(h) Other expenses	7,356	6,747	5,989	14,103	12,950	25,632
Total Expenses	30,001	29,483	26,629	59,484	54,176	109,360
3 Profit / (Loss) from operations before other income and finance costs (1 - 2)	3,553	4,015	3,211	7,568	6,637	14,116
4 Other Income	802	574	569	1,376	1,139	2,201
5 Profit / (Loss) from ordinary activities before finance costs (3 + 4)	4,355	4,589	3,780	8,944	7,776	16,317
6 Finance costs	34	52	59	86	130	242
7 Profit / (Loss) before tax (5 - 6)	4,321	4,537	3,721	8,858	7,646	16,075
8 Tax expense	1,372	1,587	1,264	2,959	2,640	5,519
9 Net Profit / (Loss) for the period (7 - 8)	2,949	2,950	2,457	5,899	5,006	10,556
10 Other comprehensive income, net of income tax						
a. Items that will not be reclassified to profit or loss	(44)	(44)	(65)	(88)	(130)	3,565
b. Items that will be reclassified to profit or loss	-	-	-	-	-	-
Total other comprehensive income, net of income tax	(44)	(44)	(65)	(88)	(130)	3,565
11 Total comprehensive income for the period (9 +/- 10)	2,905	2,906	2,392	5,811	4,876	14,121
12 Net Profit / Loss Attributable to :						
- Owners	2,919	2,907	2,435	5,826	4,962	10,441
- Non Controlling interest	30	43	22	73	44	115
13 Total Comprehensive income attributable to :						
- Owners	2,875	2,863	2,370	5,738	4,832	14,006
- Non Controlling interest	30	43	22	73	44	115
14 Paid-up equity share capital (Face value Rs.5/- each)	5,536	2,768	2,768	5,536	2,768	2,768
15 Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	-	-	73,541
16 Earnings per share (of Rs 5/- each) (not annualised) (Refer Note 6):						
(a) Basic	2.64	2.63	2.20	5.26	4.48	9.43
(b) Diluted	2.64	2.63	2.20	5.26	4.48	9.43

	30-09-2016	30-09-2015	31-03-2016
Reconciliation of Net Profit as reported earlier:			
Net Profit for the period (as per IGAAP)		2,538	5,175
Benefit/(Charge):			
(Increase)/decrease in cost due to fair value accounting of group share based payments		(17)	(33)
Actuarial loss on Defined Benefit plans reclassified to Other Comprehensive Income		126	251
Additional depreciation on account of change in estimate and unwinding of goodwill and trade mark amortisation		(2)	(4)
Fair value loss on financial instruments		(172)	(207)
Deferred tax impact of above adjustments		(16)	(97)
Net Profit for the period (as per Ind AS)		2,457	5,006

Notes:

- Results for the quarter and half year ended 30th September 2016 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 recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016, the Company has for the first time adopted Ind AS with a transition date of April 1, 2015.
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 3rd November, 2016. A Limited Review by the Statutory Auditors for the quarter ended 30th September 2016, comparable previous quarter and the year ended 31st March, 2016 has been completed. The report does not have any impact on the above Results.
- The Ind AS compliant financial results for the quarter ended 31st March 2016, have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- The Financial Statements of the Subsidiary Company certified by the Management have been considered to prepare Consolidated Financial Results.
- Key numbers of Standalone Financial Results of the Company for the Quarter and Half Year ended 30th September, 2016 are as under:

	Quarter ended			Half Year ended		Year ended
	30-09-2016 (Unaudited)	30-06-2016 (Unaudited)	30-09-2015 (Unaudited)	30-09-2016 (Unaudited)	30-09-2015 (Unaudited)	31-03-2016 (Unaudited)
(₹ in Lakhs)						
Total Income from Operations	32,902	32,676	29,212	65,578	59,571	121,050
Profit / (Loss) before Tax	4,173	4,345	3,628	8,518	7,452	15,486
Net Profit / (Loss) for the period	2,848	2,818	2,391	5,666	4,869	10,143

- The Company continues to classify its businesses into three categories viz., Abrasives, Ceramics & Plastics and residual segments for 'Others'. This reporting complies with the Ind AS segment reporting principles, which is made effective from 1st April, 2016. The comparative figures for the previous periods for segment reporting have been restated to conform to the Ind AS.
- Transition to Ind AS :**
- Fair valuation of Financial Assets:** The Company has valued financial assets as per Ind AS (109) (other than investment in subsidiary which is accounted at cost), at fair value. Impact of fair value changes as on the date of transition, is recognised in opening reserves and changes thereafter are recognised in Profit and Loss Account or Other Comprehensive Income, as the case may be.
- Employee Benefit expenses:** As per Ind AS 19, actuarial gains and losses on Defined Benefit Plans are recognised in Other Comprehensive Income.
- Fair value of forward exchange contracts:** The Company has done a mark to market valuation of the forward exchange contracts as per Ind AS (109) and the resultant gain/loss has been taken to the Statement of Profit and Loss.
- Share-based payments:** The Company has accounted for the fair value of the Stock Options granted to its employees by the Ultimate Holding Company as a stock compensation charge under the head "Employee benefit expenses" with a corresponding credit to Other Comprehensive Income in accordance with the requirements of Ind AS 102.
- Deferred Tax:** The impact of transition adjustments on computation of Deferred Tax has been charged to Reserves.
- The Company does not have any Exceptional item to report for the above periods.
- Pursuant to the approval of the Shareholders, through postal ballot and e-voting on 7th July 2016, the Company, on 22nd July 2016, issued and allotted 5,53,60,000 Ordinary Shares of Re. 5/- each, as fully paid-up Bonus Shares in the proportion of 1 (One) Bonus Share of Re. 5/- each for each Ordinary Share of Re. 5/- each held as on the Record Date i.e. 15th July, 2016. Consequent to the above, the earnings per share (Basic and Diluted) have been adjusted for all the periods presented.
- The financial results are available on the Company's website www.grindwellnorton.com and on the stock exchanges websites www.bseindia.com and www.nseindia.com.
- Previous period's figures have been recast wherever necessary.

Segment wise Revenue, Results and Capital Employed

	Quarter ended			Half Year ended		Year ended
	30-09-2016 (Unaudited)	30-06-2016 (Unaudited)	30-09-2015 (Unaudited)	30-09-2016 (Unaudited)	30-09-2015 (Unaudited)	31-03-2016 (Unaudited)
(₹ in Lakhs)						
1 Segment Revenue						
(a) Abrasives	21,993	22,285	19,665	44,278	39,640	80,288
(b) Ceramics & Plastics	9,074	8,507	8,253	17,581	17,211	34,372
(c) Others	2,464	2,793	1,989	5,257	4,055	8,993
Total	33,531	33,585	29,907	67,116	60,906	123,653
Less: Inter-Segment Revenue	148	276	228	424	483	899
Gross Sales & Service Income	33,383	33,309	29,679	66,692	60,423	122,754
2 Segment Results						
(a) Abrasives	2,718	2,950	2,497	5,668	5,027	10,053
(b) Ceramics & Plastics	816	1,024	878	1,840	1,979	4,102
(c) Others	392	508	217	900	411	1,250
Total	3,926	4,482	3,592	8,408	7,417	15,405
Less: (1) Interest	34	52	59	86	130	242
(2) Other unallocable (Income)/						
Expenditure (net)	(429)	(107)	(188)	(536)	(359)	(912)
Profit Before Tax	4,321	4,537	3,721	8,858	7,646	16,075
3a Segment Assets						
(a) Abrasives	50,627	50,100	47,291	50,627	47,291	46,974
(b) Ceramics & Plastics	27,753	27,677	28,204	27,753	28,204	28,330
(c) Others	5,508	5,096	4,422	5,508	4,422	5,097
(d) Unallocated	31,724	28,387	20,414	31,724	20,414	29,159
Total Segment Assets	115,612	111,260	100,331	115,612	100,331	109,560
3b Segment Liabilities						
(a) Abrasives	18,344	17,688	14,614	18,344	14,614	17,063
(b) Ceramics & Plastics	6,294	6,536	6,045	6,294	6,045	6,563
(c) Others	2,197	1,315	1,148	2,197	1,148	2,072
(d) Unallocated	5,452	5,390	1,492	5,452	1,492	6,300
Total Segment Liabilities	32,287	30,929	23,299	32,287	23,299	31,998
3c Capital Employed						
(Segment Assets Less Segment Liabilities)						
(a) Abrasives	32,283	32,412	32,677	32,283	32,677	29,911
(b) Ceramics & Plastics	21,459	21,141	22,159	21,459	22,159	21,767
(c) Others	3,311	3,781	3,274	3,311	3,274	3,025
(d) Unallocated	26,272	22,997	18,922	26,272	18,922	22,859
Total Capital Employed in Segments	83,325	80,331	77,032	83,325	77,032	77,562

Balance Sheet as at 30th September, 2016

	As at		As at	
	30-09-2016	31-03-2016	30-09-2016	31-03-2016
(₹ in Lakhs)				
A ASSETS			B EQUITY AND LIABILITIES	
Non-current assets			Equity	
Property, Plant and Equipment	34,231	34,476	Equity Share Capital	5,536
Capital Work in Progress	1,694	1,358	Reserves and Surplus	67,811
Goodwill	49	49	Other Equity	9,035
Other Intangible Assets	239	230		82,382
Financial Assets			Minority Interest	1,048
Investments	13,495	13,495	Liabilities	
Loans	414	214	Non Current Liabilities	
Other Financial Assets	682	343	Financial Liabilities	
Other Non-current Assets	2,482	1,859	Borrowings	230
	53,286	52,024	Other Financial Liabilities	148
Current Assets			Employee Benefit Obligation	1,181
Inventories	24,524	24,567	Deferred Tax Liabilities (net)	2,588
Financial Assets			Other Non Current Liabilities	328
Trade Receivables	15,388	15,006		4,475
Cash and Cash Equivalents	17,311	11,644	Current Liabilities	
Bank balances other than above	192	763	Financial Liabilities	
Loans	251	98	Borrowings	599
Other Financial Assets	734	450	Trade Payables	8,732
Other Current Assets	3,926	5,008	Other Financial Liabilities	629
	62,326	57,536	Employee Benefit Obligation	927
TOTAL - ASSETS	115,612	109,560	Other Current Liabilities	16,820
				27,707
			TOTAL - EQUITY AND LIABILITIES	115,612

Equity Reconciliation as on 31.03.2016

Description	Rs in Lakhs
Equity under Previous GAAP	64,609
Fair valuation of Financial Instruments	9,743
Deferred Tax impact on the above	(782)
Revaluation Reserve reinstated under Ind AS	319
Others	(13)
Equity under Ind AS	73,876