

Audited Consolidated Financial Results for the Year ended 31st March, 2017

	Quarter ended			Year ended	
	31-03-2017 (audited)	31-12-2016 (unaudited)	31-03-2016 (audited)	31-03-2017 (audited)	31-03-2016 (audited)
(₹ in Lakhs)					
1 Income					
(a) Gross Sales and Service Income	35,308	33,533	33,874	135,533	123,343
(b) Other Operating Income	223	264	170	847	722
(c) Other Income	784	925	566	3,085	2,258
Total Income	36,315	34,722	34,611	139,465	126,323
2 Expenses					
(a) Cost of materials consumed	9,799	12,336	11,235	45,210	42,064
(b) Excise duty on sales	2,894	2,356	2,622	10,044	9,008
(c) Purchase of stock-in-trade	1,898	3,091	2,360	9,968	8,617
(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,218	(1,568)	288	166	(1,258)
(e) Employee benefit expenses	4,566	4,425	3,934	17,021	14,833
(f) Depreciation expenses	1,142	1,027	1,117	4,225	4,258
(g) Power & Fuel	1,575	1,589	1,418	6,095	6,815
(h) Finance Cost	74	41	53	201	242
(i) Other expenses	7,289	7,172	6,770	28,564	25,635
Total Expenses	31,455	30,469	29,798	121,493	110,214
3 Profit / (Loss) from operations before other income and finance costs (1 - 2)	4,861	4,253	4,813	17,972	16,109
4 Tax expense	1,443	1,481	1,672	5,883	5,470
Current Tax	1,678	1,387	1,444	6,098	5,598
Deferred Tax	(235)	94	228	(215)	(127)
5 Net Profit / (Loss) for the period (3 - 4)	3,418	2,772	3,141	12,089	10,638
6 Other comprehensive income, net of income tax					
A. Items that will not be reclassified to profit or loss	1,135	4	1,980	1,051	3,576
B. Items that will be reclassified to profit or loss	—	—	—	—	—
Total other comprehensive income, net of income tax	1,135	4	1,980	1,051	3,576
7 Total comprehensive income for the period (5 +/ - 6)	4,552	2,776	5,121	13,140	14,215
8 Net Profit / Loss Attributable to :					
- Owners	3,373	2,740	3,090	11,940	10,523
- Non Controlling interest	45	32	51	149	115
9 Total Comprehensive income attributable to :					
- Owners	4,507	2,744	5,070	12,990	14,100
- Non Controlling interest	45	32	51	149	115
10 Paid-up equity share capital (Face value Rs.5/- each)	5,536	5,536	2,768	5,536	2,768
11 Reserve excluding revaluation reserves as per balance sheet of previous accounting year	—	—	—	—	73,549
12 Earnings per share (of Rs 5 / - each) (not annualised) (Refer Note 7):					
(a) Basic	3.05	2.47	2.79	10.78	9.50
(b) Diluted	3.05	2.47	2.79	10.78	9.50
See accompanying note to the financial results					

Segment wise Revenue, Results and Capital Employed

	Quarter ended			Year ended	
	31-03-2017 (audited)	31-12-2016 (unaudited)	31-03-2016 (audited)	31-03-2017 (audited)	31-03-2016 (audited)
(₹ in Lakhs)					
1 Segment Revenue					
(a) Abrasives	23,732	21,826	21,584	89,836	80,636
(b) Ceramics & Plastics	9,282	8,504	9,797	35,367	34,614
(c) Others	2,522	3,382	2,701	11,161	8,993
Total	35,536	33,712	34,083	136,364	124,243
Less: Inter-Segment Revenue	228	179	209	831	899
Gross Sales & Service Income	35,308	33,533	33,874	135,533	123,344
2 Segment Results					
(a) Abrasives	2,944	2,593	2,744	11,205	10,138
(b) Ceramics & Plastics	1,083	804	1,281	3,727	4,050
(c) Others	701	632	472	2,233	1,250
Total	4,728	4,029	4,497	17,165	15,438
Less: (1) Interest	74	41	53	201	242
(2) Other unallocable (Income)/ Expenditure (net)	(207)	(265)	(369)	(1,008)	(912)
Profit Before Tax	4,861	4,253	4,813	17,972	16,109
3a Segment Assets					
(a) Abrasives	50,641	50,578	47,058	50,641	47,058
(b) Ceramics & Plastics	23,839	27,767	28,230	23,839	28,230
(c) Others	3,999	3,639	5,097	3,999	5,097
(d) Unallocated	42,512	38,236	28,521	42,512	28,521
Total Segment Assets	120,990	120,220	108,906	120,990	108,906
3b Segment Liabilities					
(a) Abrasives	17,899	19,533	17,063	17,899	17,063
(b) Ceramics & Plastics	5,423	7,395	6,563	5,423	6,563
(c) Others	1,515	1,598	2,072	1,515	2,072
(d) Unallocated	5,516	5,609	5,709	5,516	5,709
Total Segment Liabilities	30,353	34,135	31,407	30,353	31,407
3c Capital Employed					
(Segment Assets Less Segment Liabilities)					
(a) Abrasives	32,741	31,045	29,995	32,741	29,995
(b) Ceramics & Plastics	18,416	20,372	21,667	18,416	21,667
(c) Others	2,484	2,041	3,025	2,484	3,025
(d) Unallocated	36,996	32,627	22,812	36,996	22,812
Total Capital Employed in Segments	90,637	86,085	77,499	90,637	77,499

Balance Sheet as at 31st March, 2017

	As at	
	31-03-2017	31-03-2016
(₹ in Lakhs)		
Reconciliation of Net Profit as reported earlier:		
Net Profit for the period (as per IGAAP)	3,108	10,576
Benefit/(Charge):		
(Increase)/decrease in cost due to fair value accounting of group share based payments	(29)	(68)
Actuarial loss on Defined Benefit plans reclassified to Other Comprehensive Income	126	502
Additional depreciation on account of change in estimate and unwinding of goodwill and trade mark amortisation	(3)	(9)
Fair value loss on financial instruments	(66)	(207)
Revenue Impact	50	50
Deferred tax impact of above adjustments	(45)	(206)
Net Profit for the period (as per Ind AS)	3,141	10,638

- Notes:**
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 23rd May 2017. The Audit by the Statutory Auditors for the quarter ended 31st March 2017, comparable previous quarter and the year ended 31st March, 2016 has been completed. The report does not have any impact on the above Results.
 - Dividend of Rs.4 per equity share of Rs.5 each, has been declared by the Board of Directors, in the Board meeting held on 23rd May, 2017, which is subject to the approval of shareholders in the ensuing Annual General Meeting.
 - Results for the quarter and year ended 31st March 2017 have 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. From 1st April 2016, for the first time the Company has adopted Ind AS with a transition date of 1st April 2015.
 - 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 ended 31st March, 2017 are as under:

	Quarter ended			Year ended	
	31-03-2017 (audited)	31-12-2016 (unaudited)	31-03-2016 (audited)	31-03-2017 (audited)	31-03-2016 (audited)
(₹ in Lakhs)					
Gross Sales & Service Income	34,766	32,813	33,132	132,860	120,945
Other Operating Income	235	295	156	827	663
Other Income	840	942	621	3,294	2,459
Total Income from Operations	35,841	34,051	33,908	136,981	124,067

- 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 :**
- 6a. 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.
- 6b. Employee Benefit expenses:** As per Ind AS 19, actuarial gains and losses on Defined Benefit Plans are recognised in Other Comprehensive Income.
- 6c. 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.
- 6d. Share-based payments:** The Company has accounted for the fair value of the Performance Shares 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.
- 6e. 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.

	As at			As at	
	31-03-2017	31-03-2016		31-03-2017	31-03-2016
(₹ in Lakhs)			(₹ in Lakhs)		
A ASSETS			B EQUITY AND LIABILITIES		
Non-current assets			Equity		
Property, Plant and Equipment	36,581.34	34,747.84	Equity Share Capital	5,536.00	2,768.00
Capital Work in Progress	621.26	1,358.11	Other Equity	83,765.89	73,548.69
Goodwill	48.80	48.80	Minority Interest	1,123.70	974.74
Other Intangible Assets	182.62	250.49	Liabilities	90,425.59	77,291.43
Financial Assets			Non Current Liabilities		
i. Investments	14,549.34	13,494.34	Financial Liabilities		
ii. Trade Receivables	-	-	i. Borrowings	192.30	278.24
iii. Loans	326.71	220.22	ii. Other financial liabilities		
iv. Other Financial Assets	417.86	163.38	Provisions	1,728.13	1,048.25
Other Non-current Assets	784.66	1,058.36	Deferred tax liabilities (Net)	2,296.79	2,505.39
	53,512.59	51,341.54	Other non-current liabilities	198.24	228.66
				4,415.46	4,060.54
Current Assets			Current Liabilities		
Inventories	24,558.41	25,795.32	Financial Liabilities		
Financial Assets			i. Borrowings	583.71	1,238.54
i. Trade Receivables	12,739.43	13,353.89	ii. Trade Payables	7,514.70	8,332.43
ii. Cash and Cash Equivalents	24,067.64	11,644.05	iii. Other financial liabilities	14,122.27	13,843.17
iii. Bank balances other than (ii) above	183.49	762.62	Other Current Liabilities	2,909.56	3,283.41
iv. Loans	103.51	96.88	Provisions	567.58	422.78
v. Other Financial Assets	1,596.27	2,159.37	Current tax liabilities (Net)	450.90	434.13
Current Tax Assets (Net)	4,228.43	3,752.76		26,148.72	27,554.46
Other Current Assets	67,477.18	57,564.89		30,564.18	31,615.00
TOTAL - ASSETS	120,989.77	108,906.43	TOTAL - EQUITY AND LIABILITIES	120,989.77	108,906.43

Equity Reconciliation as on 31.03.2016

Description	Rs in Lakhs
Equity under Previous GAAP	67,378
Fair valuation of Financial Instruments	9,766
Revaluation as per previous GAAP	319
Revenue Impact	(346)
Revaluation of Employee Benefit Provision	(8)
Deferred Tax impact on the above	(795)
Others	3
Equity under Ind AS	76,316