

Unaudited Standalone Financial Results for the Quarter and Nine months ended 31st December, 2016

	Quarter ended			Nine Months ended		Year ended
	31-12-2016 (Unaudited)	30-09-2016 (Unaudited)	31-12-2015 (Unaudited)	31-12-2016 (Unaudited)	31-12-2015 (Unaudited)	31-03-2016 (Unaudited)
(₹ in Lakhs)						
1 Income from operations						
(a) Gross Sales and Service Income	32,813	32,782	28,600	98,094	87,814	120,387
(b) Other Operating Income	295	120	150	592	507	663
Total Income from Operations	33,108	32,902	28,750	98,686	88,321	121,050
2 Expenses						
(a) Cost of materials consumed	12,780	11,937	10,677	36,811	32,460	44,412
(b) Excise duty on sales	2,356	2,428	2,031	7,150	6,385	8,596
(c) Purchase of stock-in-trade	3,091	2,593	2,407	8,070	6,257	8,617
(d) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,527)	(366)	(438)	(2,056)	(1,440)	(1,410)
(e) Employee benefit expenses	4,384	4,067	3,690	12,305	10,749	14,614
(f) Depreciation expenses	968	971	890	2,904	2,661	3,628
(g) Power & Fuel	1,121	1,001	923	3,145	4,088	5,019
(h) Other expenses	6,761	6,973	5,619	20,142	17,964	24,421
Total Expenses	29,934	29,604	25,799	88,471	79,124	107,897
3 Profit / (Loss) from operations before other income and finance costs (1 - 2)	3,174	3,298	2,951	10,215	9,197	13,153
4 Other Income	942	887	599	2,454	1,838	2,402
5 Profit / (Loss) from ordinary activities before finance costs (3 + 4)	4,116	4,185	3,550	12,669	11,035	15,555
6 Finance costs	19	12	19	54	52	69
7 Profit / (Loss) before tax (5 - 6)	4,097	4,173	3,531	12,615	10,983	15,486
8 Tax expense	1,438	1,325	1,170	4,290	3,752	5,343
9 Net Profit / (Loss) for the period (7 - 8)	2,659	2,848	2,361	8,325	7,231	10,143
10 Other comprehensive income, net of income tax						
a. Items that will not be reclassified to profit or loss	4	(44)	1,715	(84)	1,584	3,565
b. Items that will be reclassified to profit or loss	-	-	-	-	-	-
Total other comprehensive income, net of income tax	4	(44)	1,715	(84)	1,584	3,565
11 Total comprehensive income for the period (9 +/- 10)	2,663	2,804	4,076	8,241	8,817	13,708
12 Paid-up equity share capital (Face value Rs.5/- each)	5,536	5,536	2,768	5,536	2,768	2,768
13 Reserve excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	-	-	73,345
14 Earnings per share (of Rs 5 /- each) (not annualised) (Refer Note 7):						
(a) Basic	2.40	2.57	2.13	7.52	6.53	9.16
(b) Diluted	2.40	2.57	2.13	7.52	6.53	9.16
Reconciliation of Net Profit as reported earlier:						
Net Profit for the period (as per IGAAP)			2,198	7,240	10,152	
Benefit/(Charge):						
(increase)/decrease in cost due to fair value accounting of group share based payments			(18)	(51)	(68)	
Actuarial loss on Defined Benefit plans reclassified to Other Comprehensive Income			125	376	502	
Additional depreciation on account of change in estimate and unwinding of goodwill and trade mark amortisation			(2)	(6)	(9)	
Fair value loss on financial instruments			145	(141)	(207)	
Deferred tax impact of above adjustments			(86)	(187)	(227)	
Net Profit for the period (as per Ind AS)			2,361	7,231	10,143	

Notes:

- Results for the quarter and nine year ended 31st December 2016 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 2016.
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 1st February 2017. A Limited Review by the Statutory Auditors for the quarter ended 31st December 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.
- Further transition adjustments may be required to the Financial Statements as at 31st March, 2016 including those arising from new or revised standards or interpretations issued by the Ministry of Corporate Affairs or changes in use of one or more optional exemptions from full retrospective application of certain Ind AS standards.
- 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.

Segment wise Revenue, Results and Capital Employed

	Quarter ended			Nine Months ended		Year ended
	31-12-2016 (Unaudited)	30-09-2016 (Unaudited)	31-12-2015 (Unaudited)	31-12-2016 (Unaudited)	31-12-2015 (Unaudited)	31-03-2016 (Unaudited)
(₹ in Lakhs)						
1 Segment Revenue						
(a) Abrasives	21,826	21,993	19,412	66,104	59,052	80,288
(b) Ceramics & Plastics	7,784	8,473	7,158	23,954	23,160	32,005
(c) Others	3,382	2,464	2,237	8,639	6,292	8,993
Total	32,992	32,930	28,807	98,697	88,504	121,286
Less: Inter-Segment Revenue	179	148	207	603	690	899
Gross Sales & Service Income	32,813	32,782	28,600	98,094	87,814	120,387
2 Segment Results						
(a) Abrasives	2,593	2,718	2,281	8,261	7,308	10,053
(b) Ceramics & Plastics	626	646	731	2,075	2,419	3,340
(c) Others	632	392	365	1,532	776	1,250
Total	3,851	3,756	3,377	11,868	10,503	14,643
Less: (1) Interest	19	12	19	54	52	69
(2) Other unallocable (Income)/ Expenditure (net)	(265)	(429)	(173)	(801)	(532)	(912)
Profit Before Tax	4,097	4,173	3,531	12,615	10,983	15,486
3a Segment Assets						
(a) Abrasives	50,578	50,627	45,761	50,578	45,761	46,974
(b) Ceramics & Plastics	24,958	25,522	24,913	24,958	24,913	25,724
(c) Others	3,639	5,508	4,349	3,639	4,349	5,097
(d) Unallocated	38,236	31,724	30,035	38,236	30,035	29,159
Total Segment Assets	117,411	113,381	105,058	117,411	105,058	106,954
3b Segment Liabilities						
(a) Abrasives	19,533	18,344	15,255	19,533	15,255	17,063
(b) Ceramics & Plastics	6,304	5,684	4,454	6,304	4,454	5,393
(c) Others	1,598	2,197	1,195	1,598	1,195	2,072
(d) Unallocated	5,609	5,452	4,274	5,609	4,274	6,300
Total Segment Liabilities	33,044	31,677	25,178	33,044	25,178	30,828
3c Capital Employed						
(Segment Assets Less Segment Liabilities)						
(a) Abrasives	31,045	32,283	30,506	31,045	30,506	29,911
(b) Ceramics & Plastics	18,654	19,838	20,459	18,654	20,459	20,331
(c) Others	2,041	3,311	3,154	2,041	3,154	3,025
(d) Unallocated	32,627	26,272	25,761	32,627	25,761	22,859
Total Capital Employed in Segments	84,367	81,704	79,880	84,367	79,880	76,126
4 Transition to Ind AS :						
4a. 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.					
4b. Employee Benefit expenses:	As per Ind AS 19, actuarial gains and losses on Defined Benefit Plans are recognised in Other Comprehensive Income.					
4c. 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.					
4d. 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.					
4e. Deferred Tax:	The impact of transition adjustments on computation of Deferred Tax has been charged to Reserves.					
5	The Company does not have any Exceptional item to report for the above periods.					
6	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.					
7	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.					
8	Previous period's figures have been recast wherever necessary.					

For GRINDWELL NORTON LIMITED

Mumbai
1st February, 2017

ANAND MAHAJAN
Managing Director
Director Identification No. 00066320