

FIL/SEC/DT/SEs/2019-20/093

10<sup>th</sup> August, 2019

The Manager – Listing Department National Stock Exchange of India Limited 5, Exchange Plaza Bandra-Kurla Complex Bandra (East), Mumbai 400051 Scrip Code: FINPIPE	The Manager – Listing Department BSE Limited Registered Office: Floor 25 P.J.Towers Dalal Street Mumbai 400 001 Scrip Code: 500940/FINOLEXIND
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**Sub: Outcome of the Board Meeting: Un-audited Financial Results for the quarter ended on 30<sup>th</sup> June, 2019**

**Ref: Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In terms of the subject referred regulations, kindly be noted that the Board of Directors of the Company at its meeting held on 10<sup>th</sup> August, 2019, has, *inter-alia*, approved and taken on record the Un-audited Financial Results (both Standalone & Consolidated) for the quarter ended 30<sup>th</sup> June, 2019 alongwith related segment-wise financial results;

A copy of the 'Limited Review Report' of the Statutory Auditors, on the said Un-audited Financial Results, is also enclosed.

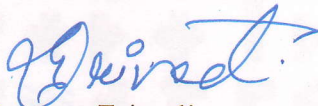
The aforesaid board meeting commenced at 1.00 p.m. and concluded at 2.00 p.m.

You are requested to kindly take the above on your records.

Thanking you,

Yours truly,

For **Finolex Industries Limited**

  
Devang Trivedi  
Company Secretary

Encl.: As above



**Registered Office / Urse Plant**  
 Finolex Industries Limited  
 Gat No. 399, Village Urse, Tal.-Maval,  
 Dist. Pune 410 506, Maharashtra, India  
 CIN L40108PN1981PLC024153

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**FINOLEX INDUSTRIES LIMITED**  
 Registered Office: Gat No. 399, Village Urse,  
 Taluka Maval, Dist. Pune - 410 506. CIN: L40108PN1981PLC024153

**Statement of Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2019**

Rs. In Crores

Particulars	Standalone				Consolidated			
	Quarter Ended		Year Ended		Quarter Ended		Year Ended	
	30.06.2019 Unaudited	31.03.2019 Audited	30.06.2018 Unaudited	31.03.2019 Audited	30.06.2019 Unaudited	31.03.2019 Unaudited	30.06.2018 Unaudited	31.03.2019 Audited
<b>Income</b>								
I Revenue from Operations	943.81	964.24	827.85	3,091.32	943.81	964.24	827.85	3,091.32
II Other income	5.70	12.25	13.73	41.56	5.70	12.25	13.73	40.40
<b>III Total Income (I+II)</b>	<b>949.51</b>	<b>976.49</b>	<b>841.58</b>	<b>3,132.88</b>	<b>949.51</b>	<b>976.49</b>	<b>841.58</b>	<b>3,131.72</b>
<b>IV Expenses</b>								
Cost of materials and components consumed	471.38	629.25	413.50	1,981.16	471.38	629.25	413.50	1,981.16
Purchase of stock-in-trade	4.32	2.93	2.76	11.08	4.32	2.93	2.76	11.08
Changes in inventories of finished goods, stock-in-trade and	191.13	9.77	86.11	(71.33)	191.13	9.77	86.11	(71.33)
Excise duty paid	-	-	-	-	-	-	-	-
Employee benefits expense	34.40	37.31	31.62	130.61	34.40	37.31	31.62	130.61
Finance costs	0.87	2.36	5.24	12.27	0.87	2.36	5.24	12.27
Depreciation and amortisation expense	16.77	17.67	16.19	70.08	16.77	17.67	16.19	70.08
Other expenses	119.03	138.49	99.98	435.49	119.03	138.49	99.98	435.49
<b>Total expenses (IV)</b>	<b>837.90</b>	<b>837.78</b>	<b>655.40</b>	<b>2,569.36</b>	<b>837.90</b>	<b>837.78</b>	<b>655.40</b>	<b>2,569.36</b>
<b>V Profit before exceptional items and tax (III-IV)</b>	<b>111.61</b>	<b>138.71</b>	<b>186.18</b>	<b>563.52</b>	<b>111.61</b>	<b>138.71</b>	<b>186.18</b>	<b>562.36</b>
VI Exceptional items	-	-	27.90	27.90	-	-	27.90	27.90
<b>VII Profit before tax (V-VI)</b>	<b>111.61</b>	<b>138.71</b>	<b>158.28</b>	<b>535.62</b>	<b>111.61</b>	<b>138.71</b>	<b>158.28</b>	<b>534.46</b>
<b>VIII Share of profit/(loss) of an associate before tax</b>	-	-	-	-	1.85	4.02	1.96	14.01
<b>IX Profit before tax total (VII+VIII)</b>	<b>111.61</b>	<b>138.71</b>	<b>158.28</b>	<b>535.62</b>	<b>113.46</b>	<b>142.73</b>	<b>160.24</b>	<b>548.47</b>
<b>X Tax Expense</b>								
Current tax	37.88	45.81	56.33	174.19	38.88	47.89	57.25	180.57
Short/ (excess) provision of earlier year(s)	-	-	-	-	-	(0.88)	-	(2.09)
Deferred tax	1.24	1.51	(1.34)	11.63	1.41	2.53	(9.27)	2.74
<b>Total Tax Expense</b>	<b>39.12</b>	<b>47.32</b>	<b>54.98</b>	<b>185.82</b>	<b>40.29</b>	<b>49.54</b>	<b>47.98</b>	<b>181.22</b>
<b>XI Profit for the period (IX-X)</b>	<b>72.49</b>	<b>91.39</b>	<b>103.30</b>	<b>349.80</b>	<b>73.17</b>	<b>93.19</b>	<b>112.26</b>	<b>367.25</b>
<b>XII Other Comprehensive Income (OCI)</b>								
A Items that will not be reclassified to profit or loss								
Re-measurement of defined benefit plans Gain/(Loss)	(2.43)	(2.64)	(1.51)	(4.73)	(2.43)	(2.64)	(1.52)	(4.73)
Income tax effect	0.85	0.92	0.53	1.65	0.85	0.92	0.53	1.65
A(i) Re-measurement of defined benefit plans net off income tax	(1.58)	(1.72)	(0.98)	(3.08)	(1.58)	(1.72)	(0.99)	(3.08)
Equity instruments through OCI Gain/(Loss)	(79.81)	45.28	(187.66)	(412.59)	(79.81)	45.28	(187.66)	(412.60)
Income tax effect	-	(20.73)	21.91	(20.67)	-	(20.73)	21.91	(20.67)
A(ii) Equity instruments through OCI net off income tax	(79.81)	24.55	(165.75)	(433.26)	(79.81)	24.55	(165.75)	(433.27)
A(iii) Share of other comprehensive income of associate accounted	-	-	-	-	-	0.02	-	0.01
<b>Total Other Comprehensive Income [A(i)+A(ii)+A(iii)]</b>	<b>(81.39)</b>	<b>22.83</b>	<b>(166.73)</b>	<b>(436.34)</b>	<b>(81.39)</b>	<b>22.85</b>	<b>(166.74)</b>	<b>(436.34)</b>
<b>XIII Total Comprehensive Income for the period (XI+XII)</b>	<b>(8.90)</b>	<b>114.22</b>	<b>(63.43)</b>	<b>(86.54)</b>	<b>(8.22)</b>	<b>116.04</b>	<b>(54.48)</b>	<b>(69.09)</b>
<b>XIV Earnings per equity share (for continuing operation)</b>								
Basic	5.84	7.36	8.32	28.19	5.90	7.51	9.05	29.59
Diluted	5.84	7.36	8.32	28.19	5.90	7.51	9.05	29.59



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 Pipes Division, Ratnagiri



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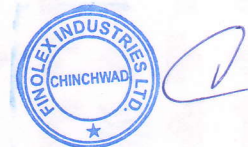
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Notes -

**1 Unaudited Segmentwise Revenue, Results and Capital employed**

Rs. in Crores

Sr No	Particulars	Standalone				Consolidated			
		Quarter Ended		Year Ended		Quarter Ended		Year Ended	
		30.06.2019 Unaudited	31.03.2019 Audited	30.06.2018 Unaudited	31.03.2019 Audited	30.06.2019 Unaudited	31.03.2019 Unaudited	30.06.2018 Unaudited	31.03.2019 Audited
<b>1</b>	<b>SEGMENT REVENUE</b>								
	Revenue from each segment:								
a	PVC	534.89	559.39	504.17	1,874.17	534.89	559.39	504.17	1,874.17
b	PVC Pipes & Fittings	851.21	791.12	722.51	2,574.80	851.21	791.12	722.51	2,574.80
	<b>Total</b>	<b>1,386.10</b>	<b>1,350.51</b>	<b>1,226.68</b>	<b>4,448.97</b>	<b>1,386.10</b>	<b>1,350.51</b>	<b>1,226.68</b>	<b>4,448.97</b>
	Less: Inter segment Revenue	442.29	386.27	398.83	1,357.65	442.29	386.27	398.83	1,357.65
	<b>Revenue from Operations</b>	<b>943.81</b>	<b>964.24</b>	<b>827.85</b>	<b>3,091.32</b>	<b>943.81</b>	<b>964.24</b>	<b>827.85</b>	<b>3,091.32</b>
<b>2</b>	<b>SEGMENT RESULTS</b>								
	Profit / (Loss) before tax and interest from each								
a	PVC	41.31	81.04	123.60	377.28	41.31	81.04	123.60	377.28
b	PVC Pipes & Fittings	72.36	61.16	59.58	182.82	72.36	61.16	59.58	182.82
	<b>Total</b>	<b>113.67</b>	<b>142.20</b>	<b>183.18</b>	<b>560.10</b>	<b>113.67</b>	<b>142.20</b>	<b>183.18</b>	<b>560.10</b>
	Less:								
I	Finance costs	0.87	2.36	5.24	12.27	0.87	2.36	5.24	12.27
II	Other un-allocable expenditure	6.84	10.33	29.65	51.51	6.84	10.34	29.65	51.51
	Add:								
III	Other un-allocable income	5.65	9.20	9.99	39.29	5.65	9.20	9.99	38.13
IV	Share of profit/(loss) of an associate before tax	-	-	-	-	1.85	4.02	1.96	14.01
	<b>Total Profit / (Loss) Before Tax</b>	<b>111.61</b>	<b>138.71</b>	<b>158.28</b>	<b>535.62</b>	<b>113.46</b>	<b>142.73</b>	<b>160.24</b>	<b>548.47</b>
<b>3</b>	<b>Capital employed : Segment Assets (-) Segment</b>								
a	PVC	670.65	814.40	734.65	814.40	670.65	814.40	734.65	814.40
b	PVC Pipes & Fittings	932.39	963.22	808.77	963.22	932.39	963.22	808.77	963.22
c	Unallocated	1,504.86	1,496.19	1,641.40	1,496.18	1,564.86	1,555.10	1,694.17	1,555.10
	<b>Total Segment Assets</b>	<b>3,107.90</b>	<b>3,273.81</b>	<b>3,184.82</b>	<b>3,273.80</b>	<b>3,167.90</b>	<b>3,332.72</b>	<b>3,237.59</b>	<b>3,332.72</b>
a	PVC	64.38	209.76	5.48	209.76	64.38	209.76	5.48	209.76
b	PVC Pipes & Fittings	104.55	91.87	58.75	91.87	104.55	91.87	58.75	91.87
c	Unallocated	419.44	443.75	419.46	443.75	431.06	454.89	432.70	454.89
	<b>Total Segment Liabilities</b>	<b>588.37</b>	<b>745.38</b>	<b>483.69</b>	<b>745.38</b>	<b>599.99</b>	<b>756.52</b>	<b>496.93</b>	<b>756.52</b>
a	PVC	606.27	604.64	729.17	604.64	606.27	604.64	729.17	604.64
b	PVC Pipes & Fittings	827.84	871.35	750.02	871.35	827.84	871.35	750.02	871.35
c	Unallocated	1,085.42	1,052.44	1,221.94	1,052.43	1,133.80	1,100.22	1,261.47	1,100.21
	<b>Capital Employed</b>	<b>2,519.53</b>	<b>2,528.43</b>	<b>2,701.13</b>	<b>2,528.42</b>	<b>2,567.91</b>	<b>2,576.20</b>	<b>2,740.66</b>	<b>2,576.20</b>



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**FINOLEX INDUSTRIES LIMITED**  
Registered Office: Gat No. 399, Village Urse,  
Taluka Maval, Dist. Pune - 410 506. CIN: L40108PN1981PLC024153

**Notes contd.....**

- 2 The above results have been reviewed by audit committee and approved by the Board at their respective meetings held on August 10, 2019. The Limited review of the financial results for the quarter ended June 30, 2019, pursuant to the regulations of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been carried out by the statutory auditors.
- 3 Exceptional item represents settlement of derivative claims against the Company disclosed as contingent liability as at March 31, 2018. There are no more claims or liabilities on account of derivatives.
- 4 The financial figures of the last quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year ended on March 31, 2019 and the published year to date figures upto the third quarter ended December 31, 2018.
- 5 From the current financial year 2019-20 the Company as per the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, w.e.f. April 1, 2019, has started consolidating on a quarterly basis its associate company, Finolex Plasson Industries Private Limited in which it holds 46.35% using equity method as per Ind AS 28, "Investment in Associates and Joint Ventures". Consequently the respective comparative periods have also been consolidated, approved by the Board but are not reviewed.
- 6 Effective from April 1, 2019, the Company has adopted Ind AS 116 "Leases", however there is no material transitional impact on the financial results of the Company.
- 7 The management of the Company has decided to present its financial results in crores with effect from quarter ended June 30, 2019 as against the earlier presentation in lakhs.
- 8 Previous periods' figures have been re-grouped wherever necessary, to conform to the current period's classification.

Pune  
August 10, 2019



By order of the Board of Directors  
For Finolex Industries Limited

Prakash P. Chhabria  
Executive Chairman  
DIN 00016017

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**M/S P. G. BHAGWAT**  
CHARTERED ACCOUNTANTS

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**Independent Auditors' Review Report**  
**on standalone unaudited quarterly and year to date financial results of the Company Pursuant to the**  
**Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
The Board of Directors  
Finolex Industries Limited  
Gat 399, Urse, Maval,  
Pune – 410506,  
Maharashtra, India

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Finolex Industries Limited for the period ended June 30, 2019 ("the Statement"). 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 this Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures 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 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

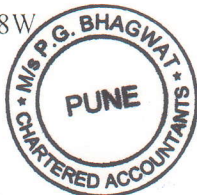
Partner

Membership Number: 136835

Pune

August 10, 2019

UDIN: 19136835AAAADT8599



**Branches:** Mumbai | Kolhapur | Belgaum | Hubli | Dharwad

**Independent Auditor's Review Report**  
**on consolidated unaudited quarterly and year to date financial results of the Company Pursuant to the**  
**Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
The Board of Directors  
Finolex Industries Limited  
Gat 399, Urse, Maval,  
Pune - 410506,  
Maharashtra, India

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Finolex Industries Limited ("the Company"/FIL) and its share of the net profit after tax and the total comprehensive income of its associate for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

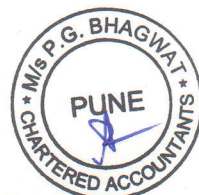
Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2018 and previous quarter ended March 31, 2019, as reported in the Statement have been approved by the Company's Board of Directors, but have not been subjected to review.

2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entity: Finolex Plasson Industries Private Limited (Associate of the Company consolidated on equity method as per Ind AS 28 'Investment in Associates and Joint Ventures'.

**Branches: Mumbai | Kolhapur | Belgaum | Hubli | Dharwad**





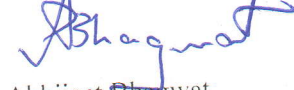
**M/S P. G. BHAGWAT**  
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**Independent Auditor's Review Report - continued**  
on consolidated unaudited quarterly and year to date financial results of FIL Pursuant to the Regulation 33  
of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, 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

Pune

August 10, 2019

UDIN: 19136835AAAADT8599



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