

**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**

FIL: SEC: LODR: R30 and 33 AFR

May 26, 2017

BSE Limited  
Floor 25,  
PJ Towers,  
Dalal Street,  
Mumbai 400 001

National Stock Exchange of India  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra (E)  
Mumbai, 400 051

Scrip Code:		Scrip Code:	
EQUITY	500940/FINOLEXIND	EQUITY	FINPIPE
ISIN:		ISIN:	
EQUITY	INE183A01016	EQUITY	INE183A01016

Dear Sirs,

Sub: Outcome of the Board Meeting including Audited Standalone financial results for the fourth quarter ended 31<sup>st</sup> March, 2017 and Standalone and Consolidated Financial Results for the financial year ended on 31<sup>st</sup> March, 2017.

Pursuant to the Regulations 30 and 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, kindly be noted that the Board of Directors of the Company at its meeting held today i.e. 26<sup>th</sup> May, 2017, inter alia, taken on record the following:

1. The audited Standalone financial results for the quarter ended 31<sup>st</sup> March, 2017 and Standalone and Consolidated financial results for the financial year ended on 31<sup>st</sup> March, 2017; and
2. Recommended dividend @115 % (₹ 11.50 per share) for the financial year 2016-2017.

The Standalone and Consolidated auditors report is enclosed.

The aforesaid board meeting commenced at 2.00 p.m. and concluded at 8.35 p.m.

You are requested to kindly take the same on your record.

Thanking You,

Yours Truly,

For Finolex Industries Limited

  
Ms. Vidya Shembekar,

General Manager (Legal) & Company Secretary

**Corporate Office**

Finolex Industries Limited  
D-1 / 10, M.I.D.C.  
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Maharashtra, India

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**FINOLEX INDUSTRIES LIMITED**

Registered Office: Gat No. 399, Urse, Taluka Maval, Pune - 410 506. CIN: L40108PN1981PLCO24153

**Statement of audited standalone & consolidated financial results**

For the Quarter and Year ended 31st March, 2017

PART I		(Rs. in lakhs)					
Sr No	Particulars	Standalone				Consolidated	
		Quarter Ended		Year Ended		Year Ended	
		31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited	31.03.2016 Audited
	<b>Income</b>						
I	Revenue from Operations (including excise duty)	101,635.08	66,562.50	92,602.25	298,763.71	284,312.39	298,763.71
II	Other Income	937.03	285.94	1,978.17	2,433.80	3,964.02	2,317.92
III	<b>Total Income (I+II)</b>	<b>102,572.11</b>	<b>66,848.44</b>	<b>94,580.42</b>	<b>301,197.51</b>	<b>288,276.41</b>	<b>301,081.63</b>
	<b>Expenses</b>						
IV	Cost of materials consumed	57,341.24	64,113.75	61,182.57	205,374.42	197,552.40	205,374.42
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	14,771.01	(21,453.79)	6,895.39	(5,890.69)	3,337.79	(5,890.69)
	Employee benefits expense	2,681.42	2,550.70	2,519.73	10,489.24	9,249.89	10,489.24
	Finance costs	114.39	593.20	453.05	1,534.47	4,470.97	1,534.47
	Depreciation and amortisation expense	1,387.82	1,402.81	1,270.25	5,504.62	5,057.36	5,504.62
	Other expenses	8,988.01	8,061.89	10,445.09	32,489.02	33,728.60	32,489.02
	<b>Total expenses (IV)</b>	<b>85,283.89</b>	<b>55,268.56</b>	<b>82,766.08</b>	<b>249,501.08</b>	<b>253,397.01</b>	<b>249,501.08</b>
V	Profit before exceptional items and tax (III-IV)	17,288.22	11,579.88	11,814.34	51,696.43	34,879.40	51,580.55
VI	Exceptional items	-	-	-	-	2,447.79	2,447.79
VII	<b>Profit before tax (V-VI)</b>	<b>17,288.22</b>	<b>11,579.88</b>	<b>11,814.34</b>	<b>51,696.43</b>	<b>37,327.19</b>	<b>51,580.55</b>
VIII	<b>Share of profit / (loss) of an associate before tax</b>	-	-	-	-	-	932.42
IX	Tax expense						
	Current tax	5,641.55	3,399.84	3,434.94	15,933.82	10,266.76	16,362.56
	Deferred tax	(679.37)	759.05	179.21	544.66	1,619.74	665.68
X	<b>Profit for the period (VII+VIII-IX)</b>	<b>12,326.04</b>	<b>7,420.99</b>	<b>8,200.19</b>	<b>35,217.95</b>	<b>25,440.69</b>	<b>35,484.73</b>
XI	<b>Other Comprehensive Income (OCI)</b>						
A	Items that will not be reclassified to profit or loss						
A (i)	Re-measurement of defined benefit plans net off Income Tax	62.78	(48.86)	37.65	(71.66)	(25.16)	(71.66)
A (ii)	Equity instruments through OCI net off Income Tax	21,801.45	(5,728.94)	21,800.74	51,955.94	(964.74)	51,955.94
A (iii)	Share of other comprehensive income of associate accounted for using the equity method	-	-	-	-	-	(5.75)
XII	<b>Total Other Comprehensive income / (loss) net off Income Tax [XI (Ai)+ (Aii)+(Aiii)]</b>	<b>21,864.22</b>	<b>(5,777.80)</b>	<b>21,838.39</b>	<b>51,884.28</b>	<b>(989.90)</b>	<b>51,878.53</b>
	<b>Total Comprehensive Income for the period (IX+X)</b>	<b>34,190.26</b>	<b>1,643.19</b>	<b>30,038.58</b>	<b>87,102.23</b>	<b>24,450.79</b>	<b>87,363.26</b>
XIII	Earnings per equity share (for continuing operation) having nominal value per share of Rs 10						
	Basic	9.93	5.98	6.61	28.38	20.50	28.59
	Diluted	9.93	5.98	6.61	28.38	20.50	28.59

**Notes-**

- The above results have been reviewed by audit committee and approved by the Board at their respective meetings held on 26th May 2017.
- The financial figures of last quarter i.e. quarter ended March 31, 2017, are the balancing figures between audited figures in respect of the full financial year ended on March 31, 2017 and the published year to date figures upto the third quarter i.e. December 31, 2016 of the current financial year.
- These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under section 133 of the Companies Act 2013. The company has transitioned to Ind-AS with effect from April 1, 2016 and the comparative numbers have been restated accordingly. The impact of transition has been provided for in the retained earning as on April 1, 2015.
- Upto 31st December 2016, the Company based on its consistent accounting policy and representation made to the Government, seeking clarification on the accounting treatment of capital subsidies had accounted for Government Grant to capital reserve. This treatment was allowed under previous Accounting Standard 12 'Government Grants'. As no concrete response is received from the Government as yet, the management, as advised, has adopted the accounting treatment of grant related to assets as per Ind AS 20 'Accounting for Government Grants and Disclosure of Government Assistance'. Due to this change the profit after tax for the quarter ended 31st March 2016 is higher by Rs. 391.19 lakhs, the quarter ended 31st December 2016 is higher by Rs. 319.31 lakhs and the year ended 31st March 2016 is higher by Rs. 2,908.36 lakhs.
- Exceptional item for 31st March 2016 represents electricity duty exemption receivable.
- The Company has consolidated its associate Company Finolex Plasjon Industries Private Limited in which it holds 46.53% using equity method as per Ind AS 28 'Investments in Associates and Joint Ventures'.
- As required by paragraph 32 of Ind-AS 101 First-time Adoption of Indian Accounting Standards, reconciliation of net profit is as follows:

Particulars	Standalone		Consolidated
	Quarter Ended	Year Ended	Year Ended
	31.03.2016	31.03.2016	31.03.2016
<b>Net profit as per Indian GAAP</b>	<b>7,847.84</b>	<b>23,359.41</b>	<b>23,894.95</b>
Recognition of PSI Govt. Grant	391.18	2,908.36	2,908.36
Net (loss)/gain on fair valuation of financial instruments	101.97	51.83	51.83
Impact of remeasurement of defined benefit plan	25.00	38.48	38.48
Impact of measurement of financial liability at amortised cost	(5.56)	(20.58)	(20.58)
Deferred tax	(160.24)	(896.81)	(1,095.86)
<b>Profit as per Ind-AS</b>	<b>8,200.19</b>	<b>25,440.69</b>	<b>25,777.18</b>

- Investment in the equity shares of companies which were acquired for strategic reasons are measured at fair value through other comprehensive income. Investment in associate is measured at cost and other investments are being measured at fair value through profit or loss.
- The Board has recommended a dividend of Rs. 11.50 per equity share ( 115 % ) subject to the approval of the shareholders.

**10 Standalone segmentwise revenue, results , assets and liabilities**

(Rs. in lakhs)

Sr No	Particulars	Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		Audited	Unaudited	Audited	Audited	Audited
<b>1</b>	<b>SEGMENT REVENUE</b>					
	<b>Net Sale /Income from each segment:</b>					
a	PVC	60,686.02	43,876.76	50,244.89	175,666.77	162,867.84
b	PVC Pipes & Fittings	69,806.28	44,688.54	63,354.61	221,687.30	203,051.46
c	Power	3,611.82	3,784.02	3,549.39	14,488.06	13,947.75
	<b>Total</b>	<b>134,104.12</b>	<b>92,349.32</b>	<b>117,148.89</b>	<b>411,842.13</b>	<b>379,867.05</b>
	Less: Inter segment Revenue	32,469.04	25,786.82	24,546.64	113,078.42	95,554.66
	<b>Net Sales / Income from Operations</b>	<b>101,635.08</b>	<b>66,562.50</b>	<b>92,602.25</b>	<b>298,763.71</b>	<b>284,312.39</b>
<b>2</b>	<b>SEGMENT RESULTS</b>					
	<b>Profit / (Loss) before tax and interest from each segment:</b>					
a	PVC	11,468.83	9,421.13	5,478.59	35,466.25	19,873.43
b	PVC Pipes & Fittings	5,903.05	3,257.14	5,362.01	17,738.78	17,871.65
c	Power	558.91	857.82	917.42	3,289.92	2,763.61
	<b>Total</b>	<b>17,930.78</b>	<b>13,536.09</b>	<b>11,758.02</b>	<b>56,494.94</b>	<b>40,508.69</b>
	Less:					
I	Finance costs	114.39	593.20	453.05	1,534.47	4,470.97
II	Other un-allocable expenditure	957.14	1,590.44	1,454.93	5,167.43	5,092.64
	Add:					
	Other un-allocable income	428.96	227.43	1,964.30	1,903.38	6,382.11
	<b>Total Profit / (Loss) Before Tax</b>	<b>17,288.22</b>	<b>11,579.88</b>	<b>11,814.34</b>	<b>51,696.43</b>	<b>37,327.19</b>
<b>3</b>	<b>Capital employed : Segment Assets (-) Segment Liabilities</b>					
a	PVC	56,231.48	63,535.06	56,603.51	56,231.48	56,603.51
b	PVC Pipes & Fittings	56,832.98	58,595.88	43,372.94	56,832.98	43,372.94
c	Power	21,697.41	23,747.63	25,270.78	21,697.41	25,270.78
d	Unallocated	94,377.39	56,309.28	31,737.72	94,377.39	31,737.72
	<b>Total</b>	<b>229,139.25</b>	<b>202,187.85</b>	<b>156,984.95</b>	<b>229,139.25</b>	<b>156,984.95</b>

**FINOLEX INDUSTRIES LIMITED**

Registered Office: Gat No. 399, Urse, Taluka Maval, Pune - 410 506, CIN: L40108PN1981PLCO24153

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**Statement of audited standalone & consolidated assets and liabilities as at 31st March, 2017**

(Rs. in lakhs)

Particulars	Standalone			Consolidated		
	March 31, 2017	March 31, 2016	April 1, 2015	March 31, 2017	March 31, 2016	April 1, 2015
<b>A ASSETS</b>						
<b>1 Non-current assets</b>						
(a) Property, plant and equipment	85,166.25	84,697.98	86,457.77	85,166.25	84,697.98	86,457.77
(b) Capital work-in-progress	2,174.85	661.55	1,039.75	2,174.85	661.55	1,039.75
(c) Intangible assets	346.56	266.62	318.81	346.56	266.62	318.81
(d) Financial Assets						
i) Investments	116,560.86	64,849.92	66,480.87	120,702.49	68,517.68	69,590.37
ii) Loans	1.26	0.45	2.09	1.26	0.45	2.09
iii) Other financial asset	5,731.85	5,243.49	135.16	5,731.85	5,243.49	135.16
(e) Tax assets (net)	4,072.47	708.05	4,370.21	4,072.47	708.05	4,370.21
(f) Other non-current assets	3,624.20	1,735.02	1,373.05	3,624.20	1,735.02	1,373.05
<b>Sub-total non-current assets</b>	<b>217,678.30</b>	<b>158,163.08</b>	<b>160,177.71</b>	<b>221,819.93</b>	<b>161,830.84</b>	<b>163,287.21</b>
<b>2 Current assets</b>						
(a) Inventories	55,740.03	44,722.23	55,865.11	55,740.03	44,722.23	55,865.11
(b) Financial assets						
i) Investments	5,655.79	16,870.89	5,559.51	5,655.79	16,870.89	5,559.51
ii) Trade receivables	5,249.29	1,762.93	4,870.45	5,249.29	1,762.93	4,870.45
iii) Cash and cash equivalents	1,634.44	1,041.16	1,230.02	1,634.44	1,041.16	1,230.02
iv) Loans	18.76	22.86	16.08	18.76	22.86	16.08
(c) Current tax assets (net)	-	1,781.04	1,759.05	-	1,781.04	1,759.05
(d) Other Current Assets	9,277.39	10,501.81	10,511.15	9,277.39	10,501.81	10,511.15
<b>Sub-total current assets</b>	<b>77,575.70</b>	<b>76,702.92</b>	<b>79,811.37</b>	<b>77,575.70</b>	<b>76,702.92</b>	<b>79,811.37</b>
<b>3 Non-current assets held for sale</b>	-	-	75.00	-	-	75.00
<b>Total assets</b>	<b>295,254.00</b>	<b>234,866.00</b>	<b>240,064.08</b>	<b>299,395.63</b>	<b>238,533.76</b>	<b>243,173.58</b>
<b>B EQUITY AND LIABILITIES</b>						
<b>1 Equity</b>						
(a) Equity Share Capital	12,409.54	12,409.54	12,409.54	12,409.54	12,409.54	12,409.54
(b) Other Equity	216,729.71	144,575.41	123,379.07	219,067.54	146,640.64	125,107.16
<b>Total equity</b>	<b>229,139.25</b>	<b>156,984.95</b>	<b>135,788.61</b>	<b>231,477.08</b>	<b>159,050.18</b>	<b>137,516.70</b>
<b>2 LIABILITIES</b>						
<b>Non current liabilities</b>						
<b>(a) Financial liabilities</b>						
i) Borrowings	-	-	18,328.52	-	-	18,328.52
ii) Other financial liabilities	34.90	39.21	39.01	34.90	39.21	39.01
(b) Provisions	1,114.63	1,121.70	864.12	1,114.63	1,121.70	864.12
(c) Deferred tax liabilities (net)	13,161.07	12,760.79	11,193.90	14,964.87	14,363.32	12,575.31
(d) Government grants	6,134.62	5,275.74	-	6,134.62	5,275.74	-
<b>Sub-total non-current liabilities</b>	<b>20,445.22</b>	<b>19,197.44</b>	<b>30,425.55</b>	<b>22,249.02</b>	<b>20,799.97</b>	<b>31,806.96</b>
<b>3 Current liabilities</b>						
<b>(a) Financial liabilities</b>						
i) Borrowings	9,418.47	11,171.20	40,340.14	9,418.47	11,171.20	40,340.14
ii) Trade payables	22,747.86	24,318.75	20,000.11	22,747.86	24,318.75	20,000.11
iii) Other financial liabilities	5,559.12	14,422.71	8,219.94	5,559.12	14,422.71	8,219.94
(b) Other current liabilities	7,275.69	8,230.83	5,197.21	7,275.69	8,230.83	5,197.21
(c) Provisions	123.06	109.41	92.52	123.06	109.41	92.52
(d) Government grants	545.33	430.71	-	545.33	430.71	-
<b>Sub-total current liabilities</b>	<b>45,669.53</b>	<b>58,683.61</b>	<b>73,849.92</b>	<b>45,669.53</b>	<b>58,683.61</b>	<b>73,849.92</b>
<b>Total liabilities</b>	<b>66,114.75</b>	<b>77,881.05</b>	<b>104,275.47</b>	<b>67,918.55</b>	<b>79,483.58</b>	<b>105,656.88</b>
<b>Total equity and liabilities</b>	<b>295,254.00</b>	<b>234,866.00</b>	<b>240,064.08</b>	<b>299,395.63</b>	<b>238,533.76</b>	<b>243,173.58</b>

**Registered Office / Urse Plant**  
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**FinOlex**  
**INDUSTRIES**

12 As required by paragraph 32 of Ind-AS 101 First-time Adoption of Indian Accounting Standards, reconciliation of other equity is as follows:

Particulars	Standalone		Consolidated	
	31.03.2016	01.04.2015	31.03.2016	01.04.2015
<b>Other equity as per IGAAP</b>	<b>83,371.84</b>	<b>66,330.45</b>	<b>87,016.88</b>	<b>66,330.43</b>
Remeasurement of investments through OCI	52,812.00	54,094.78	52,834.50	57,204.28
Remeasurement of investments through P&L	106.00	54.51	105.84	54.51
Measurement of financial liability at amortised cost	16.00	37.28	16.68	37.28
Reversal of dividend provision	14,936.00	2,978.14	14,935.82	2,978.14
Effect of Government grant related to assets	(5,706.00)	-	(5,706.45)	-
Recognition of deferred tax	(959.86)	(116.09)	(2,562.63)	(1,497.48)
<b>Other equity as per Ind AS</b>	<b>144,575.41</b>	<b>123,379.07</b>	<b>146,640.64</b>	<b>125,107.16</b>

13 Previous periods' figures have been regrouped wherever necessary to conform to the current period's classification.

By order of the Board of Directors  
 For Finolex Industries Limited

Prakash P. Chhabria  
 Executive Chairman

Pune  
 26th May 2017

**Corporate Office**  
 Finolex Industries Limited  
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ISO 9001:2008 CERTIFIED  
 Pipes Division, Ratnagiri

ISO 14001 CERTIFIED  
 PVC, CPP & Pipes Plant,  
 Ratnagiri



**Auditors' Report**  
**On the Standalone Year to Date Results of Finolex Industries Limited**  
**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

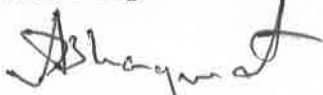
We have audited financial results of **Finolex Industries Limited** for the period 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These year to date financial results have been prepared on the basis of the financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us the year to date financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information of the year to date results for the period from 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017.

For M/s **P.G.BHAGWAT**  
Chartered Accountants  
Firm's Registration No: 101118W



Abhijeet Bhagwat  
Partner  
Membership No. 136835  
Pune  
26<sup>th</sup> May 2017



**Auditors' Report**

**On the Year to Date Consolidated Results of Finolex Industries Limited**

**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 audited the consolidated results of **Finolex Industries Limited** for the period 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated year to date financial results have been prepared from consolidated financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards, mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

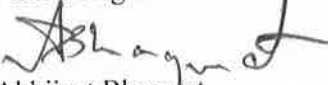
In our opinion and to the best of our information and according to the explanations given to us these consolidated year to date results:

- (i) includes share of profit of Finolex Plasson Industries Private Limited the company's associate company.
- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the consolidated net profit and other financial information for the consolidated year to date results for the period from 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017.

For M/s **P.G.BHAGWAT**

Chartered Accountants

Firm's Registration No.: 101118W

  
Abhijeet Bhagwat

Partner

Membership No. 136835

Pune

26<sup>th</sup> May 2017

