



RAIN INDUSTRIES LIMITED
CIN: L26942TG1974PLC001693

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Telangana State, India. Ph.No.040-40401234; Fax:040-40401214
Email: secretarial@rain-industries.com / www.rain-industries.com

PART I		(Rupees in Millions)					
Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Months ended September 30, 2016							
Particulars		Quarter ended			Nine Months ended		Year ended
		September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net Sales / Income from Operations (Net of excise duty)	22,295.32	25,188.88	26,817.25	68,986.75	78,206.19	101,717.61
	(b) Other Operating Income	105.14	126.48	101.22	346.09	338.53	467.70
	Total Income from Operations (net)	22,400.46	25,315.36	26,918.47	69,332.84	78,544.72	102,185.31
2	Expenses						
	(a) Cost of Materials Consumed	5,160.22	7,128.31	7,961.72	19,249.93	23,645.04	30,169.96
	(b) Purchases of Stock-in-trade	4,567.58	3,784.94	6,250.68	12,112.73	17,311.37	22,893.43
	(c) Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	(105.61)	695.73	(216.17)	1,081.94	(534.13)	(173.53)
	(d) Employee Benefits Expense	2,375.71	2,550.33	2,408.18	7,509.87	7,200.87	9,610.54
	(e) Depreciation and Amortisation Expense	855.46	861.66	827.54	2,534.04	2,436.47	3,278.16
	(f) Impairment Loss	-	-	-	-	-	-
	(g) Power and Fuel	1,204.13	1,361.40	1,334.99	3,991.96	3,996.76	5,410.88
	(h) Selling and Distribution Expenses	2,037.23	2,360.24	2,356.13	6,538.15	6,924.88	8,869.98
	(i) Other Expenses	3,083.84	2,993.13	3,020.94	9,393.28	8,691.26	11,912.04
	Total Expenses	19,178.56	21,735.74	23,944.01	62,411.90	69,672.52	91,971.46
3	Profit from Operations before Other Income, Foreign Exchange (Gain)/Loss, Finance Costs, Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (1-2)	3,221.90	3,579.62	2,974.46	6,920.94	8,872.20	10,213.85
4	Other Income	158.96	321.55	113.41	684.12	317.11	499.40
5	Foreign Exchange (Gain)/Loss (See Note 5 below)	(37.17)	(161.97)	290.47	(166.60)	(21.28)	(95.98)
6	Profit from ordinary activities before Finance Costs, Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (3+4-5)	3,418.03	4,063.14	2,797.40	7,771.66	9,210.59	10,809.23
7	Finance Costs	1,429.69	1,512.53	1,463.70	4,426.45	4,317.64	5,763.49
8	Profit/(Loss) from ordinary activities before Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (6-7)	1,988.34	2,550.61	1,333.70	3,345.21	4,892.95	5,045.74
9	Exceptional items (See Note 6 and 7 below)	261.56	-	-	261.56	-	60.91
10	Profit/(Loss) from ordinary activities before Tax, Share of Profit/(Loss) of Associates and Minority Interest (8-9)	1,726.78	2,550.61	1,333.70	3,083.65	4,892.95	4,984.83
11	Tax Expense / (benefit)	466.21	987.47	426.20	1,021.81	1,685.99	1,962.08
12	Net Profit/(Loss) before Share of Profit/(Loss) of Associates and Minority Interest (10-11)	1,260.57	1,563.14	907.50	2,061.84	3,206.96	3,022.75
13	Share of Profit/(Loss) of Associates	-	-	-	-	-	(6.50)
14	Minority Interest	(42.46)	1.92	106.71	(41.15)	101.91	217.14
15	Net Profit/(Loss) for the period/year (12+13+14)	1,218.11	1,565.06	1,014.21	2,020.69	3,308.87	3,233.39
16	Paid-up Equity Share Capital - Face Value Rs. 2/- each	672.69	672.69	672.69	672.69	672.69	672.69
17	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	28,702.32
18	Earnings Per Share - Basic and Diluted (of Rs. 2/- each)	3.62	4.65	3.02	6.01	9.84	9.61
		(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	
(See accompanying notes to the Consolidated Unaudited Financial Results)							

Notes:

- 1 The Consolidated Unaudited Financial Results were reviewed by the Audit Committee on November 10, 2016 and approved by the Board of Directors at their meetings held on November 11, 2016.
- 2 The Consolidated Unaudited Financial Results for the quarter and nine months ended September 30, 2016 have been subjected to a "Limited Review" by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- 3 The Consolidated Unaudited Financial Results have been prepared in accordance with Accounting Standard 21 - Consolidated Financial Statements, notified under section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014, guidelines issued by the Securities and Exchange Board of India and other accounting principles generally accepted in India.
- 4 The Hon'ble High Court of Judicature at Hyderabad for the states of Telangana and Andhra Pradesh vide its order dated July 29, 2016 granted its approval for Scheme of Arrangement between Moonglow Company Business Inc., Rain Industries Limited, Rain Cements Limited and their respective Shareholders and Creditors in terms of the provisions of Section(s) 391 – 394 read with Section 78, 100 to 103 of the Companies Act, 1956/ Companies Act, 2013 for amalgamation of Moonglow Company Business Inc., (Step down wholly owned subsidiary) with Rain Industries Limited (Ultimate Holding Company). The Board of Directors of the Company have taken on record the order of the Hon'ble High Court at their meeting held on October 8, 2016 and e-Form INC-28 along with the Court order is filed with the Registrar of Companies, Hyderabad for the States of Telangana and Andhra Pradesh on October 20, 2016.
- 5 The Group supports its overseas subsidiaries through long term loans wherever required and in respect of any loan, which is considered in substance a part of the net investment in a non-integral foreign operation, the exchange difference arising on translation of such loans will be accumulated in foreign currency translation reserve as per Accounting Standard 11 "The Effects of Changes in Foreign Exchange Rates". During the year ended December 31, 2015, the Group has designated certain long term loans effective July 1, 2015. Accordingly exchange differences amounting to Rs. 95.44 million and Rs. 366.72 million has been transferred to foreign currency translation reserve during the nine months ended September 30, 2016 and year ended December 31, 2015 respectively.

6 Exceptional items include:

(Rupees in Millions)

Particulars	Quarter ended			Nine Months ended		Year ended
	September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Change in pension liability resulting from change in actuarial (gain)/loss (due to significant change in interest rates in Europe)	-	-	-	-	-	(697.43)
Foreign exchange loss resulting from substantial depreciation of Russian Ruble against US Dollar	-	-	-	-	-	195.22
Litigation settlement with one of the vendors of Capital Equipment in US	-	-	-	-	-	428.80
Provision for receivables on account of customer filing for bankruptcy in US	-	-	-	-	-	134.32
Provision for Hanau site closure expenses	261.56	-	-	261.56	-	-

- 7 The Board of Directors of the Company has considered and approved the closure of its impregnated wood products manufacturing facility in Hanau, Germany. The Company based on its current estimated closure costs provided an amount of Rs. 261.56 million during the quarter ended September 30, 2016.

8 Certain Standalone information of the Company in terms of the Regulation 47(1)(b) of the SEBI (listing obligation and disclosure requirements) Regulations, 2015

(Rupees in Millions)

Particulars	Quarter ended			Nine Months ended		Year ended
	September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Net Sales / Income from Operations (Net of excise duty)	23.72	311.78	312.25	375.65	630.87	862.08
Profit/(Loss) Before Tax (including Other Income)	340.97	(13.14)	312.76	354.71	289.76	265.83
Profit/(Loss) After Tax	323.27	(14.27)	311.63	334.75	285.94	260.87

Segment wise Revenue, Results and Capital Employed:

The Company has considered business segment as the primary segment for reporting. The products considered for business segment are:

- (a) Carbon Products
(b) Chemicals
(c) Cement

(Rupees in Millions)

Particulars	Quarter ended			Nine Months ended		Year ended
	September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
1) Segment Revenue						
(a) Carbon Products	17,370.63	18,967.00	20,245.32	52,244.97	57,032.97	74,917.19
(b) Chemicals	5,009.15	5,606.54	5,773.40	15,687.29	18,110.74	23,001.63
(c) Cement	2,102.11	2,752.38	2,645.15	7,369.40	7,945.04	10,292.98
Total	24,481.89	27,325.92	28,663.87	75,301.66	83,088.75	108,211.80
Less: Inter Segment Revenue	2,186.57	2,137.04	1,846.62	6,314.91	4,882.56	6,494.19
Net Sales / Income from Operations (Net of excise duty)	22,295.32	25,188.88	26,817.25	68,986.75	78,206.19	101,717.61
2) Segment Results						
Profit before Other Income, Foreign Exchange (Gain)/Loss, Finance Costs and Exceptional items from each segment						
(a) Carbon Products	2,857.08	2,773.15	2,463.84	5,330.02	6,981.43	7,817.10
(b) Chemicals	293.69	556.20	202.74	1,122.34	939.46	974.14
(c) Cement	71.13	250.27	307.88	468.58	951.31	1,422.61
Total	3,221.90	3,579.62	2,974.46	6,920.94	8,872.20	10,213.85
Less: i) Finance Costs	1,429.69	1,512.53	1,463.70	4,426.45	4,317.64	5,763.49
ii) Other Income	(158.96)	(321.55)	(113.41)	(684.12)	(317.11)	(499.40)
iii) Foreign Exchange (Gain)/Loss	(37.17)	(161.97)	290.47	(166.60)	(21.28)	(95.98)
iv) Exceptional items	261.56	-	-	261.56	-	60.91
Total Profit Before Tax	1,726.78	2,550.61	1,333.70	3,083.65	4,892.95	4,984.83
3) Segment Assets						
(a) Carbon Products	99,050.00	98,220.40	100,693.45	99,050.00	100,693.45	99,780.51
(b) Chemicals	23,502.90	23,922.19	23,942.89	23,502.90	23,942.89	23,156.94
(c) Cement	7,090.29	8,188.06	7,203.76	7,090.29	7,203.76	7,469.93
(d) Unallocated	3,129.17	2,964.89	2,469.66	3,129.17	2,469.66	2,822.67
Total	132,772.36	133,295.54	134,309.76	132,772.36	134,309.76	133,230.05
4) Segment Liabilities						
(a) Carbon Products	15,074.87	14,576.31	16,734.32	15,074.87	16,734.32	17,447.47
(b) Chemicals	6,776.84	6,409.60	6,736.77	6,776.84	6,736.77	6,406.46
(c) Cement	2,138.94	2,577.08	2,219.81	2,138.94	2,219.81	2,219.58
(d) Unallocated	3,634.73	3,864.70	5,080.60	3,634.73	5,080.60	4,394.69
Total	27,625.38	27,427.69	30,771.50	27,625.38	30,771.50	30,468.20

10 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

11 The Investors can view Standalone Unaudited Financial Results of the Company on the Company's website www.rain-industries.com or on the BSE Limited website www.bseindia.com or on the National Stock Exchange of India Limited website www.nseindia.com.

By order of the Board
for Rain Industries Limited

Place: Hyderabad
Date: November 11, 2016

N. Jagan Mohan Reddy
Managing Director
DIN:00017633



RAIN INDUSTRIES LIMITED
CIN: L26942TG1974PLC001693

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Telangana State, India. Ph.No.040-40401234; Fax:040-40401214
Email: secretarial@rain-industries.com / www.rain-industries.com

PART I								(Rupees in Millions)
Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended September 30, 2016								
Particulars	Quarter ended			Nine Months ended		Year ended		
	September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015		
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited		
1	Income from operations							
(a)	Net Sales / Income from Operations (Net of excise duty)							
	23.72	311.78	312.25	375.65	630.87	862.08		
2	Expenses							
(a)	Purchases of Stock-in-trade							
	-	-	292.18	280.50	557.76	767.88		
(b)	Changes in Inventories of Stock-in-trade							
	-	280.50	-	-	-	-		
(c)	Employee Benefits Expense							
	22.88	21.93	17.14	64.96	49.30	67.83		
(d)	Depreciation Expense							
	4.03	3.95	3.96	11.93	11.72	15.71		
(e)	Other Expenses							
	10.13	13.26	9.53	54.59	51.27	70.42		
	Total Expenses							
	37.04	319.64	322.81	411.98	670.05	921.84		
3	Loss from Operations before Other Income, Foreign Exchange (Gain)/Loss, Finance Costs and Tax (1-2)							
	(13.32)	(7.86)	(10.56)	(36.33)	(39.18)	(59.76)		
4	Other Income (See Note 4 below)							
	398.47	49.99	366.41	555.86	433.37	463.74		
5	Foreign Exchange (Gain)/Loss							
	(4.48)	6.26	16.66	3.16	22.31	(97.28)		
6	Profit/(Loss) before Finance Costs and Tax (3+4-5)							
	389.63	35.87	339.19	516.37	371.88	501.26		
7	Finance Costs							
	48.66	49.01	26.43	161.66	82.12	235.43		
8	Profit/(Loss) before Tax (6-7)							
	340.97	(13.14)	312.76	354.71	289.76	265.83		
9	Tax Expense							
	17.70	1.13	1.13	19.96	3.82	4.96		
10	Net Profit/(Loss) for the period/year (8-9)							
	323.27	(14.27)	311.63	334.75	285.94	260.87		
11	Paid-up Equity Share Capital - Face Value Rs. 2/- each							
	672.69	672.69	672.69	672.69	672.69	672.69		
12	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year							
	-	-	-	-	-	2,445.10		
13	Earnings/(Loss) Per Share - Basic & Diluted (of Rs. 2/- each)							
	0.96	(0.04)	0.93	1.00	0.85	0.78		
	<i>(not annualised)</i>	<i>(not annualised)</i>	<i>(not annualised)</i>	<i>(not annualised)</i>	<i>(not annualised)</i>	<i>(not annualised)</i>		
(See accompanying notes to the Standalone Unaudited Financial Results)								

Notes:

- The Standalone Unaudited Financial Results were reviewed by the Audit Committee on November 10, 2016 and approved by the Board of Directors at their meeting held on November 11, 2016.
- The Standalone Unaudited Financial Results for the quarter and nine months ended September 30, 2016 have been subjected to a "Limited Review" by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- The Hon'ble High Court of Judicature at Hyderabad for the states of Telangana and Andhra Pradesh vide its order dated July 29, 2016 granted its approval for Scheme of Arrangement between Moonglow Company Business Inc., Rain Industries Limited, Rain Cements Limited and their respective Shareholders and Creditors in terms of the provisions of Section(s) 391 – 394 read with Section 78, 100 to 103 of the Companies Act, 1956/ Companies Act, 2013 for amalgamation of Moonglow Company Business Inc., (Step down wholly owned subsidiary) with Rain Industries Limited (Ultimate Holding Company). The Board of Directors of the Company have taken on record the order of the Hon'ble High Court at their meeting held on October 8, 2016 and e-Form INC-28 along with the Court order is filed with the Registrar of Companies, Hyderabad for the States of Telangana and Andhra Pradesh on October 20, 2016. The aforesaid merger does not have any significant impact on unaudited financial results for quarter and nine months ended 30 September 2016, as there were no operations in Moonglow Company Business Inc. during the said period.

4 Other income inclusive of: (Rupees in Millions)

Particulars	Quarter ended			Nine Months ended		Year ended
	September 30, 2016	June 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Dividends from Subsidiary Companies	349.07	-	336.80	418.07	336.80	336.80
Interest on Deposits with Banks and Others	49.40	49.95	29.60	137.70	96.56	126.94
Miscellaneous income	-	0.04	0.01	0.09	0.01	0.01

5 The segment results are included in Consolidated Unaudited Financial Results in compliance with Accounting Standard - 17 "Segment Reporting".

6 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

**By order of the Board
for Rain Industries Limited**

Place: Hyderabad
Date: November 11, 2016

**N. Jagan Mohan Reddy
Managing Director
DIN:00017633**