



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	Particulars	Statement of Consolidated Audited Financial Results for the Quarter and Year ended December 31, 2016 (Rupees in Millions)			
		Quarter ended		Year ended	
		December 31, 2016 Audited - see Note 11 below	September 30, 2016 Unaudited	December 31, 2015 Audited - see Note 11 below	December 31, 2015 Audited
1	<b>Income from operations</b>				
	(a) Net Sales / Income from Operations (Net of excise duty)	23,609.98	22,295.32	23,511.42	101,717.61
	(b) Other Operating Income	221.18	105.14	129.17	467.70
	<b>Total Income from Operations (net)</b>	<b>23,831.16</b>	<b>22,400.46</b>	<b>23,640.59</b>	<b>102,185.31</b>
2	<b>Expenses</b>				
	(a) Cost of Materials Consumed	8,487.40	5,160.22	6,524.92	27,737.33
	(b) Purchases of Stock-in-trade	3,152.72	4,582.06	5,582.06	15,265.45
	(c) Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	(167.60)	(105.61)	360.60	914.34
	(d) Employee Benefits Expense	2,197.00	2,375.71	2,409.67	9,706.87
	(e) Depreciation and Amortisation Expense	927.35	855.46	841.69	3,461.39
	(f) Impairment Loss	-	-	-	-
	(g) Power and Fuel	1,436.51	1,204.13	1,414.12	5,428.47
	(h) Selling and Distribution Expenses	2,037.97	2,037.23	1,945.10	8,576.12
	(i) Other Expenses	2,605.05	3,083.84	3,220.78	11,998.33
	<b>Total Expenses</b>	<b>20,676.40</b>	<b>19,178.56</b>	<b>22,298.94</b>	<b>83,088.30</b>
3	<b>Profit from Operations before Other Income, Foreign Exchange Gain, Finance Costs, Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (1-2)</b>	<b>3,154.76</b>	<b>3,221.90</b>	<b>1,341.65</b>	<b>10,213.85</b>
4	Other Income	52.67	158.96	182.29	736.79
5	Foreign Exchange Gain (See Note 6 below)	(175.37)	(37.17)	(74.70)	(341.97)
6	<b>Profit from ordinary activities before Finance Costs, Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (3+4-5)</b>	<b>3,382.80</b>	<b>3,418.03</b>	<b>1,598.64</b>	<b>10,809.23</b>
7	Finance Costs	1,440.09	1,429.69	1,445.85	5,866.54
8	<b>Profit from ordinary activities before Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (6-7)</b>	<b>1,942.71</b>	<b>1,988.34</b>	<b>152.79</b>	<b>5,287.92</b>
9	Exceptional items (See Note 7 and 8 below)	1,108.84	261.56	60.91	1,370.40
10	<b>Profit from ordinary activities before Tax, Share of Profit/(Loss) of Associates and Minority Interest (8-9)</b>	<b>833.87</b>	<b>1,726.78</b>	<b>91.88</b>	<b>4,984.83</b>
11	Tax Expense	626.14	466.21	276.09	1,647.95
12	<b>Net Profit/(Loss) before Share of Profit/(Loss) of Associates and Minority Interest (10-11)</b>	<b>207.73</b>	<b>1,260.57</b>	<b>(84.21)</b>	<b>2,269.57</b>
13	Share of Profit/(Loss) of Associates	41.53	-	(6.50)	41.53
14	Minority Interest	(22.68)	(42.46)	115.23	(63.83)
15	<b>Net Profit/(Loss) for the period/year (12+13+14)</b>	<b>226.58</b>	<b>1,218.11</b>	<b>(75.48)</b>	<b>2,247.27</b>
16	Paid-up Equity Share Capital - Face Value Rs. 2/- each	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)	0.67	3.62	(0.23)	6.68
	(See accompanying notes to the Consolidated Audited Financial Results)	(not annualised)	(not annualised)	(not annualised)	

**Notes:**

- 1 The Consolidated Audited Financial Results were reviewed by the Audit Committee on February 22, 2017 and approved by the Board of Directors at their meetings held on February 23, 2017.
- 2 The Consolidated Financial Results for the Financial year ended December 31, 2016 were audited by the Statutory Auditors of the Company. An unqualified report has been issued by them thereon.
- 3 The Consolidated Audited 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 Board of Directors of the Company at their meeting held on August 13, 2016, had declared an Interim Dividend of Rs. 1/- per Equity Share i.e. 50% on face value of Rs. 2/- per Equity Share fully paid up for the financial year ending December 31, 2016 and no further dividend has been recommended for the said year.
- 5 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 Scheme of Arrangement does not have any impact on the Consolidated Audited Financials Results for the year ended December 31, 2016.
- 6 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. 200.59 million and Rs. 366.72 million has been transferred to foreign currency translation reserve during the year ended December 31, 2016 and December 31, 2015 respectively.

7 Exceptional items include:

Particulars	Quarter ended			Year ended	
	December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015
Change in pension liability resulting from change in actuarial (gain)/loss (due to significant change in interest rates in Europe)	1,108.84	-	(697.43)	1,108.84	(697.43)
Foreign exchange loss resulting from substantial depreciation of Russian Ruble against US Dollar	-	-	195.22	-	195.22
Litigation settlement with one of the vendors of Capital Equipment in US	-	-	428.80	-	428.80
Provision for receivables on account of customer filing for bankruptcy in US	-	-	134.32	-	134.32
Provision for Hanau site closure expenses	-	261.56	-	261.56	-

8 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 has made necessary provision for the closure costs during the year ended December 31, 2016.

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

Particulars	Quarter ended			Year ended	
	December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015
Net Sales / Income from Operations (Net of excise duty)	72.81	23.72	231.21	448.46	862.08
Profit/(Loss) Before Tax (including Other Income)	(20.16)	340.97	(23.93)	334.55	265.83
Profit/(Loss) After Tax	(21.34)	323.27	(25.07)	313.41	260.87

Particulars		As at December 31, 2016	As at December 31, 2015
<b>A EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital		672.69	672.69
(b) Reserves and surplus		29,470.83	28,702.32
<b>Sub-total - Shareholders' funds</b>		<b>30,143.52</b>	<b>29,375.01</b>
<b>2 Minority interest</b>		715.56	24.17
<b>3 Non-current liabilities</b>			
(a) Long-term borrowings		69,756.10	71,323.11
(b) Deferred tax liabilities, net		2,833.07	3,843.72
(c) Other long-term liabilities		628.37	715.28
(d) Long-term provisions		8,214.17	7,276.52
<b>Sub-total - Non-current liabilities</b>		<b>81,431.71</b>	<b>83,158.63</b>
<b>4 Current liabilities</b>			
(a) Short-term borrowings		1,819.34	2,594.24
(b) Trade payables		7,830.74	10,227.93
(c) Other current liabilities		2,917.66	2,039.55
(i) Current maturities of long-term borrowings		4,058.70	4,284.67
(ii) Others		1,362.02	1,525.85
(d) Short-term provisions		17,988.46	20,672.24
<b>Sub-total - Current liabilities</b>		<b>17,988.46</b>	<b>20,672.24</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>130,279.25</b>	<b>133,230.05</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets		33,186.80	32,346.18
(b) Goodwill on consolidation		58,286.10	57,160.06
(c) Non-current investments		99.20	58.77
(d) Deferred tax assets, net		2,158.86	2,786.11
(e) Long-term loans and advances		634.00	1,556.06
(f) Other non-current assets		51.33	1.86
<b>Sub-total - Non-current assets</b>		<b>94,416.29</b>	<b>93,909.04</b>
<b>2 Current assets</b>			
(a) Current investments		-	135.62
(b) Inventories		12,678.06	16,209.90
(c) Trade receivables		10,637.24	11,968.17
(d) Cash and cash equivalents (represents cash and bank balances)		10,490.81	8,604.61
(e) Short-term loans and advances		1,997.09	2,313.13
(f) Other current assets		59.76	89.58
<b>Sub-total - Current assets</b>		<b>35,862.96</b>	<b>39,321.01</b>
<b>TOTAL - ASSETS</b>		<b>130,279.25</b>	<b>133,230.05</b>

**Segment wise Revenue, Results, Assets and Liabilities:**

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

Particulars	Quarter ended			Year ended	
	December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015
	(Rupees in Millions)				
<b>1) Segment Revenue</b>					
(a) Carbon Products	19,030.27	17,370.63	17,884.22	71,275.24	74,917.19
(b) Chemicals	4,585.62	5,009.15	4,890.89	20,272.91	23,001.63
(c) Cement	2,172.92	2,102.11	2,347.94	9,542.32	10,292.98
<b>Total</b>	<b>25,788.81</b>	<b>24,481.89</b>	<b>25,123.05</b>	<b>101,090.47</b>	<b>108,211.80</b>
Less: Inter Segment Revenue	2,178.83	2,186.57	1,611.63	8,493.74	6,494.19
<b>Net Sales / Income from Operations (Net of excise duty)</b>	<b>23,609.98</b>	<b>22,295.32</b>	<b>23,511.42</b>	<b>92,596.73</b>	<b>101,717.61</b>
<b>2) Segment Results</b>					
Profit before Other Income, Foreign Exchange Gain, Finance Costs and Exceptional items from each segment					
(a) Carbon Products	2,633.69	2,857.08	835.67	7,963.71	7,817.10
(b) Chemicals	341.83	293.69	34.68	1,464.17	974.14
(c) Cement	179.24	71.13	471.30	647.82	1,422.61
<b>Total</b>	<b>3,154.76</b>	<b>3,221.90</b>	<b>1,341.65</b>	<b>10,075.70</b>	<b>10,213.85</b>
Less: i) Finance Costs	1,440.09	1,429.69	1,445.85	5,866.54	5,763.49
ii) Other Income	(52.67)	(158.90)	(182.29)	(736.79)	(499.40)
iii) Foreign Exchange Gain	(175.37)	(37.17)	(74.70)	(341.97)	(95.98)
iv) Exceptional items	1,108.84	261.56	60.91	1,370.40	60.91
<b>Total Profit Before Tax</b>	<b>833.87</b>	<b>1,726.78</b>	<b>91.88</b>	<b>3,917.52</b>	<b>4,984.83</b>
<b>3) Segment Assets</b>					
(a) Carbon Products	98,494.87	99,050.00	99,780.51	98,494.87	99,780.51
(b) Chemicals	22,552.42	23,502.90	23,156.94	22,552.42	23,156.94
(c) Cement	7,034.88	7,090.29	7,469.93	7,034.88	7,469.93
(d) Unallocated	2,197.08	3,129.17	2,822.67	2,197.08	2,822.67
<b>Total</b>	<b>130,279.25</b>	<b>132,772.36</b>	<b>133,230.05</b>	<b>130,279.25</b>	<b>133,230.05</b>
<b>4) Segment Liabilities</b>					
(a) Carbon Products	14,535.51	15,074.87	17,447.47	14,535.51	17,447.47
(b) Chemicals	6,924.22	6,776.84	6,406.46	6,924.22	6,406.46
(c) Cement	2,009.89	2,138.94	2,219.58	2,009.89	2,219.58
(d) Unallocated	3,276.79	3,634.73	4,394.69	3,276.79	4,394.69
<b>Total</b>	<b>26,746.41</b>	<b>27,625.38</b>	<b>30,468.20</b>	<b>26,746.41</b>	<b>30,468.20</b>

11 Figures for the quarters ended December 31 are the balancing figures between the audited figures in respect of the full financial year ended December 31 and the unaudited figures for the nine months ended September 30.

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

13 The Investors can view Standalone Audited Financial Results of the Company on the Company's website [www.rain-industries.com](http://www.rain-industries.com) or on the BSE Limited website [www.bseindia.com](http://www.bseindia.com) or on the National Stock Exchange of India Limited website [www.nseindia.com](http://www.nseindia.com).

By order of the Board  
for Rain Industries Limited

N. Jagan Mohan Reddy  
Managing Director  
DIN:00017633

Place: Hyderabad  
Date: February 23, 2017