



RAIN INDUSTRIES LIMITED
CIN: L26942TG1974PLC001693

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PART I		Statement of Consolidated Unaudited Financial Results for the Quarter and Half year ended June 30, 2016 (Rupees in Millions)									
		Quarter ended		Half Year ended		Year ended					
Particulars		June 30, 2016	March 31, 2016	June 30, 2015	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015	December 31, 2015	December 31, 2015	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Income from operations										
	(a) Net Sales / Income from Operations (Net of excise duty)	25,188.88	21,502.55	26,099.80	46,691.43	51,388.94	101,717.61	467.70	101,717.61		
	(b) Other Operating Income	126.48	114.47	136.78	240.95	237.31	467.70	467.70	467.70		
	Total Income from Operations (net)	25,315.36	21,617.02	26,236.58	46,932.38	51,626.25	102,185.31				
2	Expenses										
	(a) Cost of Materials Consumed	7,128.31	6,961.40	7,375.04	14,089.71	15,683.32	30,169.96				
	(b) Purchases of Stock-in-trade	3,784.94	3,760.21	5,579.41	7,545.15	11,060.69	22,893.43				
	(c) Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	695.73	491.82	44.41	1,187.55	(317.96)	(173.53)				
	(d) Employee Benefits Expense	2,550.33	2,583.83	2,447.70	5,134.16	4,792.69	9,610.54				
	(e) Depreciation and Amortisation Expense	861.66	816.92	816.03	1,678.58	1,608.93	3,278.16				
	(f) Impairment Loss	-	-	-	-	-	-				
	(g) Power and Fuel	1,361.40	1,426.43	1,184.34	2,787.83	2,661.77	5,410.88				
	(h) Selling and Distribution Expenses	2,360.24	2,140.68	2,212.95	4,500.92	4,568.98	8,869.98				
	(i) Other Expenses	2,993.13	3,316.31	3,020.93	6,309.44	5,670.32	11,912.04				
	Total Expenses	21,735.74	21,497.60	22,680.81	43,233.34	45,728.51	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)	3,579.62	119.42	3,555.77	3,699.04	5,897.74	10,213.85				
4	Other Income	321.55	203.61	131.73	525.16	203.70	499.40				
5	Foreign Exchange (Gain)/Loss (See Note 6 below)	(161.97)	32.54	147.19	(129.43)	(311.75)	(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)	4,063.14	290.49	3,540.31	4,353.63	6,413.19	10,809.23				
7	Finance Costs	1,512.53	1,484.23	1,422.50	2,996.76	2,853.94	5,763.49				
8	Profit/(Loss) from ordinary activities before Exceptional items, Tax, Share of Profit/(Loss) of Associates and Minority Interest (6-7)	2,550.61	(1,193.74)	2,117.81	1,356.87	3,559.25	5,045.74				
9	Exceptional items (See Note 7 below)	-	-	-	-	-	60.91				
10	Profit/(Loss) from ordinary activities before Tax, Share of Profit/(Loss) of Associates and Minority Interest (8-9)	2,550.61	(1,193.74)	2,117.81	1,356.87	3,559.25	4,984.83				
11	Tax Expense / (benefit)	987.47	(431.87)	680.43	555.60	1,259.79	1,962.08				
12	Net Profit/(Loss) before Share of Profit/(Loss) of Associates and Minority Interest (10-11)	1,563.14	(761.87)	1,437.38	801.27	2,299.46	3,022.75				
13	Share of Profit/(Loss) of Associates	-	-	-	-	-	(6.50)				
14	Minority Interest	1.92	(0.61)	13.94	1.31	(4.80)	217.14				
15	Net Profit/(Loss) for the period/year (12+13+14)	1,565.06	(762.48)	1,451.32	802.58	2,294.66	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)	4.65	(2.27)	4.31	2.39	6.82	9.61				
	(See accompanying notes to the Consolidated Unaudited Financial Results)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)				

Notes:

- 1 The Consolidated Unaudited Financial Results were reviewed by the Audit Committee on August 12, 2016 and approved by the Board of Directors at their meetings held on August 13, 2016.
- 2 The Consolidated Unaudited Financial Results for the quarter and half year ended June 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 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.
- 5 The Company has filed a scheme of arrangement on July 8, 2015 with National Stock Exchange ("NSE"), Bombay Stock Exchange ("BSE") and Securities Exchange Board of India ("SEBI") for merger of Moonglow Company Business Inc, a step down wholly owned subsidiary, with the Company. The Company received the requisite approvals from BSE and NSE on September 14, 2015 and September 15, 2015, respectively, for filing the scheme of arrangement with Honourable High Court of Andhra Pradesh and Telangana. The Company filed the scheme of arrangement on November 6, 2015 with Honourable High Court of Andhra Pradesh and Telangana. The Company will incorporate the necessary accounting treatment once the scheme is approved by the Honourable High Court.
- 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. 246.60 million and Rs. 366.72 million has been transferred to foreign currency translation reserve during the half year ended June 30, 2016 and year ended December 31, 2015 respectively.

7 Exceptional items include:

Particulars	Quarter ended		Half Year ended		Year ended
	June 30, 2016	March 31, 2016	June 30, 2016	June 30, 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

8 Certain Standalone information of the Company:

Particulars	Quarter ended		Half Year ended		Year ended
	June 30, 2016	March 31, 2016	June 30, 2016	June 30, 2015	
Net Sales / Income from Operations (Net of excise duty)	311.78	40.15	351.93	318.62	862.08
Profit/(Loss) Before Tax (including Other Income)	(13.14)	26.88	13.74	(23.00)	265.83
Profit/(Loss) After Tax	(14.27)	25.75	11.48	(25.69)	260.87

		(Rupees in Millions)	
Particulars		As at June 30, 2016	As at December 31, 2015
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	672.69	672.69
	(b) Reserves and surplus	30,599.68	28,702.32
	Sub-total - Shareholders' funds	31,272.37	29,375.01
2	Minority interest	645.90	24.17
3	Non-current liabilities		
	(a) Long-term borrowings	71,135.39	71,323.11
	(b) Deferred tax liabilities, net	3,120.71	3,843.72
	(c) Other long-term liabilities	707.41	715.28
	(d) Long-term provisions	7,906.83	7,276.52
	Sub-total - Non-current liabilities	82,870.34	83,158.63
4	Current liabilities		
	(a) Short-term borrowings	2,294.30	2,594.24
	(b) Trade payables	7,855.94	10,227.93
	(c) Other current liabilities	2,814.19	2,039.55
	(i) Current maturities of long-term borrowings	4,168.74	4,284.67
	(ii) Others	1,373.76	1,525.85
	(d) Short-term provisions	18,506.93	20,672.24
	Sub-total - Current liabilities	133,295.54	133,230.05
	TOTAL - EQUITY AND LIABILITIES	133,295.54	133,230.05
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	33,063.57	32,346.18
	(b) Goodwill on consolidation	59,485.93	57,160.06
	(c) Non-current investments	60.30	58.77
	(d) Deferred tax assets, net	2,929.15	2,786.11
	(e) Long-term loans and advances	1,609.62	1,556.06
	(f) Other non-current assets	36.75	1.86
	Sub-total - Non-current assets	97,185.32	93,909.04
2	Current assets		
	(a) Current investments	80.01	135.62
	(b) Inventories	12,736.09	16,209.90
	(c) Trade receivables	12,172.00	11,968.17
	(d) Cash and cash equivalents (represents cash and bank balances)	8,130.68	8,604.61
	(e) Short-term loans and advances	2,915.46	2,313.13
	(f) Other current assets	75.98	89.58
	Sub-total - Current assets	36,110.22	39,321.01
	TOTAL - ASSETS	133,295.54	133,230.05

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

Particulars	(Rupees in Millions)					
	Quarter ended			Half Year ended		Year ended
	June 30, 2016	March 31, 2016	June 30, 2015	June 30, 2016	June 30, 2015	December 31, 2015
1) Segment Revenue						
(a) Carbon Products	18,967.00	15,907.34	18,590.22	34,874.34	36,787.65	74,917.19
(b) Chemicals	5,606.34	5,071.60	6,451.69	10,678.14	12,337.34	23,001.63
(c) Cement	2,752.38	2,514.91	2,676.45	5,267.29	5,299.89	10,292.98
Total	27,325.92	23,493.85	27,718.36	50,819.77	54,424.88	108,211.80
Less: Inter Segment Revenue	2,137.04	1,991.30	1,618.56	4,128.34	3,035.94	6,494.19
Net Sales / Income from Operations (Net of excise duty)	25,188.88	21,502.55	26,099.80	46,691.43	51,388.94	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	2,773.15	(300.21)	2,740.02	2,472.94	4,517.59	7,817.10
(b) Chemicals	556.20	272.45	472.91	828.65	736.72	974.14
(c) Cement	250.27	147.18	342.84	397.45	643.43	1,422.61
Total	3,579.62	119.42	3,555.77	3,699.04	5,897.74	10,213.85
Less: i) Finance Costs	1,512.53	1,484.23	1,422.50	2,996.76	2,853.94	5,763.49
ii) Other Income	(321.55)	(203.61)	(131.73)	(525.16)	(203.70)	(499.40)
iii) Foreign Exchange (Gain)/Loss	(161.97)	32.54	147.19	(129.43)	(311.75)	(95.98)
iv) Exceptional items	-	-	-	-	-	60.91
Total Profit Before Tax	2,550.61	(1,193.74)	2,117.81	1,356.87	3,559.25	4,984.83
3) Segment Assets						
(a) Carbon Products	98,220.40	97,256.78	95,245.65	98,220.40	95,245.65	99,780.51
(b) Chemicals	23,922.19	23,461.99	24,827.95	23,922.19	24,827.95	23,156.94
(c) Cement	8,188.06	7,603.30	7,007.98	8,188.06	7,007.98	7,469.93
(d) Unallocated	2,964.89	3,079.80	2,447.92	2,964.89	2,447.92	2,822.67
Total	133,295.54	131,401.87	129,529.50	133,295.54	129,529.50	133,230.05
4) Segment Liabilities						
(a) Carbon Products	14,576.31	15,712.76	14,225.89	14,576.31	14,225.89	17,447.47
(b) Chemicals	6,409.60	6,255.83	9,004.20	6,409.60	9,004.20	6,406.46
(c) Cement	2,577.08	2,253.46	2,006.25	2,577.08	2,006.25	2,219.58
(d) Unallocated	3,864.70	3,252.74	4,759.03	3,864.70	4,759.03	4,394.69
Total	27,427.69	27,474.79	29,995.37	27,427.69	29,995.37	30,468.20

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

12 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

N. Jagan Mohan Reddy
Managing Director
DIN:00017633

Place: Hyderabad
Date: August 13, 2016