

# DALMIA BHARAT LIMITED

Regd. Office: Dalmiapuram - 621 651, Distt. Tiruchirapalli (Tamil Nadu)

CIN: L40109TN2006PLC058818

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Unaudited Consolidated Financial Results for the quarter and half year ended 30-09-2017

(Rs. Crore)

S.No.	Particulars	For the quarter ended			For the half year ended		For the year ended
		30-09-17	30-06-17	30-09-16	30-09-17	30-09-16	31-03-17
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
1	Revenue from Operations	1,833.66	2,293.21	1,938.29	4,126.87	3,958.34	8,338.44
2	Other Income	92.17	70.02	79.60	162.19	156.18	289.62
3	<b>Total Revenue (1+2)</b>	<b>1,925.83</b>	<b>2,363.23</b>	<b>2,017.89</b>	<b>4,289.06</b>	<b>4,114.52</b>	<b>8,628.06</b>
4	<b>Expenses</b>						
	(a) Cost of Materials consumed	311.66	350.92	266.47	662.58	541.51	1,134.87
	(b) Purchase of stock-in-trade	39.29	29.07	11.99	68.36	22.82	33.98
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	(11.92)	(65.61)	(7.37)	(77.53)	34.28	88.99
	(d) Employees benefits expense	160.56	163.59	157.45	324.15	310.72	609.18
	(e) Finance Costs						
	- Interest cost	152.00	162.60	211.97	314.60	431.45	804.09
	- other finance cost (Including exchange differences)	39.10	30.62	18.17	69.72	39.04	78.13
	(f) Foreign currency fluctuation cost on borrowings (net)	6.31	18.47	(1.01)	24.78	(0.14)	(9.16)
	(g) Depreciation and amortisation expense	154.74	153.22	158.74	307.96	292.53	602.71
	(h) Power and Fuel	304.38	323.37	229.73	627.75	438.67	997.18
	(i) Freight Charges						
	- on finished goods	304.41	345.41	272.19	649.82	565.11	1,228.97
	- on internal clinker transfer	17.29	16.85	21.77	34.14	46.32	114.54
	(j) Excise duty	-	246.64	224.85	246.64	467.43	943.74
	(k) Other expenses	266.61	326.35	340.48	592.96	602.36	1,292.88
	<b>Total Expenses</b>	<b>1,744.43</b>	<b>2,101.50</b>	<b>1,905.43</b>	<b>3,845.93</b>	<b>3,792.10</b>	<b>7,920.10</b>
5	<b>Profit before exceptional items &amp; tax (3-4)</b>	<b>181.40</b>	<b>261.73</b>	<b>112.46</b>	<b>443.13</b>	<b>322.42</b>	<b>707.96</b>
6	Exceptional Items	-	-	-	-	-	-
7	<b>Profit before tax (5-6)</b>	<b>181.40</b>	<b>261.73</b>	<b>112.46</b>	<b>443.13</b>	<b>322.42</b>	<b>707.96</b>
8	Tax expense						
	(a) Current tax	62.76	83.64	55.39	146.40	130.38	265.70
	(b) Deferred tax/ (credit)	(7.70)	5.24	10.82	(2.46)	26.88	23.51
	(c) for earlier years	3.34	(26.73)	-	(23.39)	-	(13.06)
	Total tax expense/ (credit)	58.40	62.15	66.21	120.55	157.26	276.15
9	<b>Profit for the period/ year (7-8)</b>	<b>123.00</b>	<b>199.58</b>	<b>46.25</b>	<b>322.58</b>	<b>165.16</b>	<b>431.81</b>
10	Non-controlling interest	19.31	35.69	15.15	55.00	40.10	87.01
11	<b>Net Profit after tax and non-controlling interest (9-10)</b>	<b>103.69</b>	<b>163.89</b>	<b>31.10</b>	<b>267.58</b>	<b>125.06</b>	<b>344.80</b>
12	Other Comprehensive Income/ (Loss) (net of tax)	383.32	(1.07)	0.68	382.25	(0.85)	23.22
13	<b>Total Comprehensive Income after tax (11+12)</b>	<b>487.01</b>	<b>162.82</b>	<b>31.78</b>	<b>649.83</b>	<b>124.21</b>	<b>368.02</b>
14	Paid-up equity share capital - Face Value Rs. 2/- each	17.79	17.79	17.76	17.79	17.76	17.79
15	Other equity						4,947.08
16	Earnings per Share of Rs. 2/- each (Not Annualised)						
	- Basic (Rupees)	11.66	18.42	3.50	30.08	14.08	38.81
	- Diluted (Rupees)	11.56	18.28	3.47	29.83	13.96	38.51

Quarterly reporting on segment wise revenues, results and assets and liabilities under regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015.

(Rs. Crore)							
S.No.	Particulars	For the quarter ended			For the half year ended		For the year ended
		30-09-17	30-06-17	30-09-16	30-09-17	30-09-16	31-03-17
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
1	<b>Segment Revenue</b>						
	(a) Cement	1,799.85	2,279.73	1,836.34	4,079.58	3,790.77	8,082.52
	(b) Refractory	93.24	91.23	122.97	184.47	236.25	402.44
	(c) Management Services	78.65	81.53	74.01	160.18	142.86	289.89
	(d) Others	19.86	19.85	19.98	39.71	39.83	79.42
		1,991.60	2,472.34	2,053.30	4,463.94	4,209.71	8,854.27
	Less: Inter Segment Revenue	157.94	179.13	115.01	337.07	251.37	515.83
	<b>Segment Revenue</b>	<b>1,833.66</b>	<b>2,293.21</b>	<b>1,938.29</b>	<b>4,126.87</b>	<b>3,958.34</b>	<b>8,338.44</b>
2	<b>Segment Results</b>						
	(a) Cement	264.27	380.31	236.04	644.58	593.31	1,220.38
	(b) Refractory	(1.76)	(6.50)	(3.20)	(8.26)	(5.05)	(40.22)
	(c) Management Services	11.42	12.24	8.62	23.66	22.01	50.66
	(d) Others	13.98	19.04	17.43	33.02	31.16	91.02
		<b>287.91</b>	<b>405.09</b>	<b>258.89</b>	<b>693.00</b>	<b>641.43</b>	<b>1,321.84</b>
	Add: Other Unallocable Income net of unallocable expenditure	90.90	68.33	82.70	159.23	151.34	276.11
	Less :Finance Costs	197.41	211.69	229.13	409.10	470.35	889.99
	<b>Profit before Tax</b>	<b>181.40</b>	<b>261.73</b>	<b>112.46</b>	<b>443.13</b>	<b>322.42</b>	<b>707.96</b>
3	<b>Segment Assets</b>						
	(a) Cement	13,572.91	13,526.24	13,821.03	13,572.91	13,821.03	13,898.27
	(b) Refractory	439.31	422.99	483.45	439.31	483.45	407.93
	(c) Management Services	200.84	188.91	189.46	200.84	189.46	205.33
	(d) Others	364.12	390.25	432.74	364.12	432.74	394.29
	<b>Total</b>	<b>14,577.18</b>	<b>14,528.39</b>	<b>14,926.68</b>	<b>14,577.18</b>	<b>14,926.68</b>	<b>14,905.82</b>
4	<b>Segment Liabilities</b>						
	(a) Cement	3,081.47	2,975.82	2,902.09	3,081.47	2,902.09	3,043.79
	(b) Refractory	78.92	85.42	106.70	78.92	106.70	74.72
	(c) Management Services	56.74	48.74	211.11	56.74	211.11	253.76
	(d) Others	19.70	11.16	3.48	19.70	3.48	15.91
	<b>Total</b>	<b>3,236.83</b>	<b>3,121.14</b>	<b>3,223.38</b>	<b>3,236.83</b>	<b>3,223.38</b>	<b>3,388.18</b>

## Consolidated Statement of Assets and Liabilities

Disclosure as required under regulation 33 of SEBI (Listing obligation and disclosure requirement) Regulations, 2015

(Rs. Crore)

	Particulars	As at 30-09-17 Unaudited	As at 31-03-17 Audited
A	Assets		
1	Non-current assets		
	(a) Property, plant and equipment	9,252.61	9,457.98
	(b) Capital work in progress	184.72	132.51
	(c) Investment Property	0.33	0.33
	(d) Goodwill	2,106.34	2,694.74
	(e) Other Intangible Assets	20.91	22.85
	(f) Intangible Assets under development	0.23	0.13
	(g) Biological Assets other than bearer plants	0.10	0.10
	(h) Investments	92.61	92.61
	(l) Financial assets		
	(i) Investments	6.38	9.37
	(ii) Loans	34.83	74.91
	(iii) Other financial assets	563.87	422.01
	(j) Other non-current assets	228.96	230.54
	Sub - Total - Non-Current Assets	12,491.89	13,138.08
2	Current Assets		
	(a) Inventories	864.47	648.84
	(b) Financial assets		
	(i) Investments	3,135.71	2,641.38
	(ii) Trade receivables	646.37	593.32
	(iii) Cash & cash equivalents	112.43	137.22
	(iv) Bank Balance other than (iii) above	25.06	37.78
	(v) Loans	86.81	43.54
	(vi) Other financial assets	508.15	429.64
	(c) Other current assets	329.55	308.04
	Sub - Total - Current Assets	5,708.55	4,839.76
	Total - Assets	18,200.44	17,977.84
B	Equity and Liabilities		
1	Equity		
	(a) Equity share capital	17.79	17.79
	(b) Other equity	5,563.50	4,947.08
	Sub - Total - Equity	5,581.29	4,964.87
2	Non Controlling Interest	667.60	612.93
3	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	5,938.76	6,248.87
	(ii) Other financial liabilities	2.56	5.82
	(b) Provisions	124.10	153.79
	(c) Deferred tax liabilities (net)	1,544.73	1,576.39
	(d) Other long-term liabilities	30.75	32.48
	(e) Government grants	137.44	145.34
	Sub - Total - Non-Current Liabilities	7,778.34	8,162.69
4	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,041.92	1,219.95
	(ii) Trade payables	908.55	954.11
	(iii) Other financial liabilities	1,262.45	1,228.88
	(b) Government grants	3.88	-
	(c) Other current liabilities	491.37	432.82
	(d) Provisions	465.04	401.59
	Sub - Total - Current Liabilities	4,173.21	4,237.35
	Total - Equity and Liabilities	18,200.44	17,977.84

**Notes**

- 1 Key numbers of standalone financial results of the company for the quarter and half year ended 30-09-2017 are as under:

(Rs. Crore)

Particulars	For the quarter ended			For the half year ended		For the year ended
	30-09-17	30-06-17	30-09-16	30-09-17	30-09-16	31-03-17
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(audited)
Revenue from operations	54.69	58.91	56.92	113.60	111.15	222.51
Profit before tax	53.21	25.66	24.70	78.87	53.14	94.23
Net Profit after tax	43.66	16.78	17.09	60.44	36.84	63.37

The standalone financial results are available at the company's website [www.dalmiabharat.com](http://www.dalmiabharat.com) and on the website of the stock exchanges [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com)

- 2 The National Company Law Tribunal – Guwahati Bench (NCLT), vide its order dated January 5, 2017, has held that the petition filed by a Group of Minority Shareholders of one of the subsidiary company, against the Dalmia Group is not tenable and directed both the parties to settle their claims and counter-claims through arbitration as contractually provided in the shareholders' agreement. NCLT is to first decide on maintainability of the revision petitions filed against NCLT order by the minority shareholders. The issues between the parties are pending adjudication before the Arbitral Tribunal. Pending final disposal of the disputes, no adjustments are considered necessary in these financial statements.
- 3 Following Schemes of Arrangement and Amalgamation were filed with the jurisdictional High Courts/ NCLT are under progress and sanction of the same are awaited from jurisdictional NCLT:
- a) Scheme of Arrangement and Amalgamation involving Company's step down subsidiaries i.e., OCL India Limited ("OCL"), Dalmia Cement East Limited ("DCEL"), Shri Rangam Securities & Holdings Limited ("SRSHL"), Dalmia Bharat Cement Holdings Limited ("DBCHL") and Odisha Cement Limited ("ODCL"), ("Scheme 1"). The Petitions filed by DCEL, SRSHL, DBCHL and ODCL for sanction of Scheme 1 have been approved by the Hon'ble National Company Law Tribunal ("NCLT"), Chennai Bench vide order dated July 11, 2017. However, Scheme 1 is pending for sanction of Hon'ble NCLT, Chennai Bench in respect of OCL, hence, as such, has not come into effect.
- b) Scheme of Arrangement and Amalgamation involving Company's subsidiary Dalmia Cement (Bharat) Limited ("DCBL") and its related parties, DCB Power Ventures Limited, Dalmia Power Limited and Adwetha Cement Holdings Limited ("Scheme 2"). Scheme 2 has been approved by the NCLT, Chennai Bench vide its order dated 16th Oct, 2017. However, order for the said Scheme 2 is pending to be filed with the ROC Chennai, pursuant to which the said Scheme 2 shall come into effect.
- c) Scheme of Arrangement involving DCBL and its subsidiaries i.e., Adhunik Cement Limited ("ACL") and Adhunik MSP Cement (Assam) Limited ("ACAL") ("Scheme 3") has been approved by the Hon'ble NCLT, Guwahati Bench on 29th March, 2017 and 16th June, 2017 pursuant to the petitions filed by ACAL and ACL respectively. However, Scheme 3 is pending for sanction of Hon'ble NCLT, Chennai Bench in respect of DCBL, hence, as such, has not come into effect.
- d) Scheme of Arrangement and Amalgamation amongst Odisha Cement Limited ("ODCL"), Dalmia Bharat Limited ("DBL") and Dalmia Cement (Bharat) Limited ("DCBL") ("Scheme 4"), which has been approved by the Board of Directors of the Company at its meeting held on 5th November 2016 has been approved by the stock exchanges on 5th May 2017. The Scheme is inter alia conditional upon the effectiveness of Scheme 1 & Scheme 2. The first motion company applications have been filed by ODCL, DBL and DCBL before Hon'ble NCLT, Chennai bench for seeking directions for either convening and holding meetings of equity shareholders, secured creditors and unsecured creditors or seeking dispensations from holding such meetings in view of the consent affidavits obtained from such stakeholders, (of all the directly and indirectly involved companies to Scheme 4) in accordance with the applicable provisions. As such, Scheme 4 is pending for sanction by Hon'ble NCLT, Chennai bench and has not come into effect.
- e) The accounting for arrangement and amalgamation as contemplated in the aforesaid Schemes 1, 2, 3 and 4 will be done upon the respective schemes coming into effect.
- 4 Pursuant to the purchase of 15% equity shareholding of Dalmia Cement (Bharat) Limited (DCBL) by the Company and its subsidiary from KKR Mauritius Cement Investments Limited (KKR), the shares held by KKR in the Company were placed in April, 2017 as per the terms and conditions specified in the Placement Letter Agreement as approved by shareholders in the EGM held on February 11, 2016.
- As a result of such placement and agreement, an aggregate amount of Rs. 588.40 Crores has been received by the Company and its subsidiary from KKR during April 2017. The said transaction has been accounted for as per the applicable accounting standard by reducing the said amount from the purchase price of equity shareholding of DCBL in the books of the Company and its subsidiary. Accordingly the Goodwill on consolidation has reduced by aforesaid amount.
- 5 Revenue from operations for the current quarter are not comparable with previous periods, since sales are net of GST whereas Excise duty formed part of other expense in previous periods.
- 6 Other finance cost in S. No. 4 (e) above includes exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to interest costs as per IND AS 23. Remaining foreign currency fluctuation cost is included in S No 4 (f).
- 7 Other Comprehensive income for the current quarter and half year ended 30th Sept, 2017 includes Rs. 379.86 Crore gain on account of fair valuation of investment of one of the step down subsidiaries in share capital of Indian Energy Exchange Limited and net gain of Rs. 5.11 Crore for deferred tax adjustments on this investment.
- 8 Figures for corresponding previous periods have been regrouped and rearranged wherever considered necessary.
- 9 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 06-11-2017 and 07-11-2017 and have been reviewed by the Statutory Auditors of the Company.

New Delhi  
07-November-2017

Jayesh Doshi  
Whole time Director and CFO