



# THE INDIA CEMENTS LIMITED

Corporate Office : Coromandel Towers, 93, Santhome High Road, Karpagam Avenue.  
R.A. Puram, Chennai - 600 028. Phone : 044-28521526, 28572100  
Fax : 044-2851 7198 Grams : 'INDCEMENT'  
CIN : L26942TN1946PLC000931

SH/NSE

10.02.2016

National Stock Exchange of India Ltd  
Exchange Plaza, 5th Floor  
Plot No.C/1, G Block  
Bandra-Kurla Complex  
Bandra (E)  
**MUMBAI 400 051.**

Dear Sirs,

**Sub.: Outcome of Board Meeting**

We refer to our letter dated 22.01.2016, on the captioned subject.

The unaudited financial results (subjected to a 'Limited audit review') for the quarter and 9 months ended 31<sup>st</sup> December 2015 were reviewed by the Audit Committee of our Board and approved by the Board of Directors of our Company at their meetings held today.

We are electronically filing a certified copy of the aforesaid unaudited financial results along with Limited Review Report with your stock exchange in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The unaudited financial results will be published in English and Tamil dailies on 11.02.2016.

Thanking you,

Yours faithfully,  
for THE INDIA CEMENTS LIMITED

  
SR PRESIDENT &  
COMPANY SECRETARY

Encl.: As above





**THE INDIA CEMENTS LIMITED**

Registered Office: "Dhun Building", 827, Anna Salai, Chennai 600 002.

Corporate Office: Coromandel Towers, 93, Santhome High Road, Chennai 600 028.

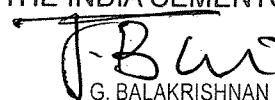
Website: www.indiacements.co.in Email ID: investor@indiacements.co.in CIN: L26942TN1946PLC000931

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2015

(Rs. in Crore)

Sl.No	PART I Particulars	3 Months ended			9 Months ended		Year ended
		31-Dec-15	30-Sep-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Mar-15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income from Operations</b>						
	a. Net Sales/Income from Operations (Net of excise duty)	929.61	1079.07	1035.91	3079.72	3398.58	4423.60
	b. Other Operating Income	7.44	3.30	4.31	15.15	12.17	30.25
	<b>Total Income from operations (net)</b>	<b>937.05</b>	<b>1082.37</b>	<b>1040.22</b>	<b>3094.87</b>	<b>3410.75</b>	<b>4453.85</b>
2	<b>Expenses</b>						
	(a) Cost of Materials consumed	155.30	153.21	145.20	479.47	472.15	624.20
	(b) Purchase of stock-in-trade						
	(c) Changes in inventories of finished goods, work in progress and stock-in-trade	14.43	(14.45)	15.07	13.29	42.34	34.46
	(d) Employee benefits expense	73.80	82.26	78.34	247.10	233.32	318.15
	(e) Power and Fuel	202.89	247.57	262.03	685.69	862.81	1136.35
	(f) Transportation & Handling	194.67	220.20	224.67	635.89	745.36	953.10
	(g) Depreciation and Amortisation expense	55.19	55.22	66.42	165.80	198.96	257.91
	(h) Other expenses	142.32	161.68	151.87	448.53	542.20	674.79
	<b>Total Expenses</b>	<b>838.60</b>	<b>905.69</b>	<b>943.60</b>	<b>2675.77</b>	<b>3097.14</b>	<b>3998.96</b>
3	<b>Profit/(Loss) from operations before Other Income, finance cost &amp; exceptional Items (1-2)</b>	<b>98.45</b>	<b>176.68</b>	<b>96.62</b>	<b>419.10</b>	<b>313.61</b>	<b>454.89</b>
4	Other Income			0.38		0.55	0.55
5	<b>Profit/(Loss) from ordinary activities before finance cost and exceptional Items (3+4)</b>	<b>98.45</b>	<b>176.68</b>	<b>97.00</b>	<b>419.10</b>	<b>314.16</b>	<b>455.44</b>
6	Finance cost	90.55	95.38	108.68	279.08	321.31	425.99
7	<b>Profit/ (Loss) from ordinary activities after finance cost but before exceptional Items (5-6)</b>	<b>7.90</b>	<b>81.30</b>	<b>(11.68)</b>	<b>140.02</b>	<b>(7.15)</b>	<b>29.45</b>
8	Exceptional Items		3.97		14.69		
9	<b>Profit/(Loss) from Ordinary activities before tax (7-8)</b>	<b>7.90</b>	<b>77.33</b>	<b>(11.68)</b>	<b>125.33</b>	<b>(7.15)</b>	<b>29.45</b>
10	Tax Expenses						
	- Current Tax						6.40
	- MAT credit entitlement						(6.40)
	- Deferred Tax	2.44	36.29		38.73		
11	<b>Net Profit/ (Loss) from Ordinary activities after tax (9-10)</b>	<b>5.46</b>	<b>41.04</b>	<b>(11.68)</b>	<b>86.60</b>	<b>(7.15)</b>	<b>29.45</b>
12	Extraordinary items (net of tax expense)						
13	<b>Net Profit/ (Loss) for the period (11-12)</b>	<b>5.46</b>	<b>41.04</b>	<b>(11.68)</b>	<b>86.60</b>	<b>(7.15)</b>	<b>29.45</b>
14	Paid-up Equity Share Capital (Face Value Rs.10/-each)	307.18	307.18	307.18	307.18	307.18	307.18
15	Reserve excluding revaluation reserves as per Balance Sheet of previous accounting year						2982.35
16 i	Earnings Per Share (before extraordinary items) (EPS) (of Rs 10/-each) (not annualised)						
	- Basic and Diluted (In Rs)	0.18	1.34	(0.38)	2.82	(0.23)	0.96
16 ii	Earnings Per Share (after extraordinary items) (EPS) (of Rs 10/-each) (not annualised)						
	- Basic and Diluted (In Rs)	0.18	1.34	(0.38)	2.82	(0.23)	0.96

For THE INDIA CEMENTS LIMITED

  
G. BALAKRISHNAN

SR. PRESIDENT & COMPANY SECRETARY

Notes:

- 1 The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at the meetings held on 10th February 2016.
- 2 The Company is primarily engaged in manufacturing and marketing of cement.
- 3 Income from operations includes Ship charter freight earnings and is not a reportable segment in terms of Accounting Standard 17 'Segment Reporting'.
- 4 The incremental depreciation on revaluation of assets as in the past, continues to be drawn from the Revaluation Reserve (Rs.12.14 Crores for the quarter ended 31st Dec 2015 and Rs.36.44 Crores for the 9 months ended 31st Dec 2015). The Company is seeking a clarification on this accounting treatment. Auditors have drawn emphasis in this matter.
- 5 a) Employee benefit expenses include refund of excess remuneration of Rs 2.67 Crores paid to Managerial Personnel in the Financial Year 2014-15.  
b) The appointment and remuneration to Whole Time Director for a period of 5 years from March 2015 has been approved by Shareholders in the meeting held on December 7, 2015
- 6 Cement Manufacturers Association (CMA), on behalf of all member companies has signed, on July 29, 2015, a Memorandum of Settlement under Sections 12(3) and 18(3) of the Industrial Disputes Act, 1947 with the cement workmen. The settlement is valid for a period of 4 years from April 1, 2014. The Company has provided for a sum of Rs.8.47 Crores relating to the financial year 2014-15 in the above financial results as exceptional item of expenditure during the quarter ended 30-06-15.
- 7 The Competition Commission of India (CCI) passed an order dated 20th June 2012 (Order) holding contravention of the Provisions of The Competition Act 2002 on allegations against certain cement manufacturers including the Company and imposed a penalty of Rs.187.48 Crores on the Company. The Company appealed against the Order before the Competition Appellate Tribunal (COMPAT) which while staying the operation of the Order, directed the Company to deposit 10% of the penalty as a condition for admitting the Appeal. Accordingly an amount of Rs 18.75 Crores was deposited with the COMPAT and pursuant to extensive hearings the COMPAT allowed the appeal vide order dated 11-02-2015 and set aside the Order and has remitted the matter to the CCI for re-adjudication while refunding the pre-deposit of Rs 18.75 Crores to the Company.
- 8 Consequent to hiving off the franchise of IPL, the figures of the current quarter are not comparable with those of previous Quarters/year.
- 9 As per the Condition imposed by Board of Control for Cricket in India (BCCI), The India Cements Limited (ICL) provided a guarantee for the purpose of guaranteeing performance/ compliance by Chennai Super Kings Cricket Limited (CSKCL) of the obligations of the Franchise under the Franchise Agreement.
- 10 The Authorities had issued a provisional attachment order under the Prevention of Money Laundering Act, 2002 (PMLA) attaching certain assets of the company for an aggregate value of Rs. 120.34 Crores. The Adjudicating Authority Specified under PMLA had confirmed the said Provisional Attachment Order. The Company, based on legal opinion, has appealed against the said order to the Appellate Authority. The Auditors have drawn emphasis in this matter.
- 11 The Board of Directors had approved a Scheme of Amalgamation of Trinetra Cement Limited and Trishul Concrete Products Limited with the Company effective 1st Jan 2014. Petitions have been filed before the Honorable High Court of Judicature at Madras under Sec 391 to 394 of the Companies Act, 1956. The Shareholders and Creditors of the respective Companies have also approved the Scheme of Amalgamation. Pending sanction of the Scheme by the Court and filing of the same with Registrar of Companies, the financials of the company do not include those of the Amalgamating Companies.
- 12 In view of the carry forward losses and MAT adjustments, there is no tax liability on the profits for the current period.
- 13 The previous periods' figures have been regrouped to conform to current periods required classification.
- 14 The Statutory Auditors have carried out a limited review of the above financial results.

for THE INDIA CEMENTS LIMITED

Chennai  
10th Feb 2016

N.SRINIVASAN  
Vice Chairman & Managing Director

For THE INDIA CEMENTS LIMITED

  
G. BALAKRISHNAN

SR. PRESIDENT & COMPANY SECRETARY

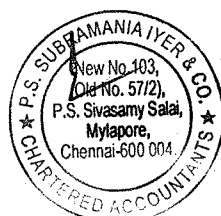
**P.S. SUBRAMANIA IYER & CO.**  
Chartered Accountants  
103, P.S. Sivaswamy Salai,  
Mylapore,  
Chennai-600004

**BRAHMAYYA & CO.**  
Chartered Accountants  
48, Masilamani Road,  
Balaji Nagar, Royapettah,  
Chennai-600014

**Independent Auditors' Review Report**

To  
The Board of Directors  
The India Cements Ltd  
Chennai

1. We have reviewed the accompanying statement of standalone un-audited financial results of The India Cements Ltd ("the Company") for the quarter and nine months ended 31<sup>st</sup> December, 2015. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial information performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Without qualifying our review conclusions as stated in paragraph above,
  - a) As explained in Note 4 to the Financial Results, the Company continued its existing practice of dealing with incremental depreciation on account of revaluation by drawing similar amount from Revaluation Reserves amounting to Rs.3,644 lakhs for the nine months ending December 31, 2015. Had the Company not drawn the said amount from revaluation reserve, the profit for the nine months ending December 31, 2015 would



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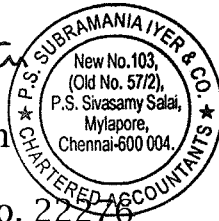
have been lower by Rs.3,644 lakhs with a corresponding impact on the retained earnings. The Company is also seeking clarification on the method adopted.

- b) As explained in Note no.10 to the Financial Results, regarding the order of attachment issued by authorities under Prevention of Money laundering Act through which certain assets of the company amounting to Rs12,034.18 lakhs have been attached vide provisional attachment Order dated 25<sup>th</sup> February 2015. In this regard proceedings have also been initiated in respect of certain investments made by the company alleging that the company committed certain irregularities in making such investments and charges have been leveled against the company and its Managing Director in this regard. The company is disputing allegations before judicial forums and as informed the company has been legally advised that it has strong grounds to defend its position, pending the outcome of the proceedings the impact if any is not ascertainable at this stage

For P S Subramania Iyer &Co.,  
Chartered Accountants  
Firm Regn No:004104S

*V Swaminathan*

V Swaminathan  
Partner  
Membership No. 22276



For Brahmayya & Co.,  
Chartered Accountants  
Firm Regn No: 000511S

*N Sri Krishna*

N Sri Krishna  
Partner  
Membership No. 26575



Place : Chennai  
Date: 10.02.2016