



## Orient Abrasives Limited

Ref No.: Orient/Stock Exch/Letter/73

12<sup>th</sup> December, 2017

The Dy. General Manager,  
Corporate Relations & Services Dept.,  
Bombay Stock Exchange Limited  
Phirojsha Jeejibhoy Towers,  
Dalal Street, Mumbai - 400 023.

The Dy. Gen. Manager,  
National Stock Exchange of India Ltd.,  
Corporate Relations Dept.,  
Exchange Plaza,  
Bandra-Kurla Complex, Bandra (E),  
Mumbai – 400 051.

Scrip Code: 504879

Scrip Code: ORIENTABRA

**Sub: Outcome of Board Meeting**

Dear Sir/Madam,

We are pleased to inform you that the Board of Directors of the Company at their meeting held today i.e. 12<sup>th</sup> December, 2017, have transacted the following business:

1. Considered and approved the Un-Audited Financial Results (prepared in accordance with IND-AS) for the 2<sup>nd</sup> Quarter and half year ended 30<sup>th</sup> September, 2017 (enclosed herewith).
2. Limited Review Report (LRR) dated 12<sup>th</sup> December, 2017, as issued by the Statutory Auditors of the Company viz. Sanghavi & Company, Chartered Accountants (enclosed herewith).
3. Availing shareholders' approval through Postal Ballot for:
  - a. Payment of Commission up to 7.5% p.a. to Key Managerial Personnel's (KMP's) and/or such other designated employees as may be thought fit by the Nomination & Remuneration Committee of the Company;
  - b. Issue of warrants on preferential basis to Promoter/Promoter Group Members; and
  - c. Increase in Authorised Share Capital and consequent alteration of the Capital Clause of the Memorandum of Association.

The meeting of the Board of Directors of the Company concluded at 3.30 P.M

Kindly take the same on your record.

Thanking you,

Yours faithfully,

For **Orient Abrasives Limited**

**Bimal Parmar**  
Company Secretary  
Encl. a/a.

Part 1		Statement of Unaudited Financial Results for the Quarter and half year ended September 30, 2017				[Rs. in Lacs]
Sl.No.	Particulars	Quarter Ended			Half Year Ended	
		September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
		Unaudited	Unaudited	Unaudited [Refer Note (5)]	Unaudited	Unaudited [Refer Note (5)]
1	<b>Income from Operations</b>					
	(a) Revenue from operations	7,400.95	8,017.86	5,244.80	15,418.81	11,591.83
	(b) Other income	12.79	12.88	25.30	25.67	65.00
	<b>Total Income</b>	<b>7,413.74</b>	<b>8,030.74</b>	<b>5,270.10</b>	<b>15,444.48</b>	<b>11,657.83</b>
2	<b>Expenses</b>					
	(a) Cost of materials consumed	2,263.21	2,064.53	1,747.90	4,327.74	3,858.24
	(b) Purchase of traded goods (Bauxite Ore)	932.41	204.02	-	1,136.43	-
	(c) Change in inventories of finished goods, work in progress and stock in trade	233.41	912.09	379.86	1,145.50	321.63
	(d) Stores and Spares consumed	410.11	365.91	288.75	777.02	658.80
	(e) Employee benefit expenses	540.10	549.34	449.66	1,069.44	1,017.37
	(f) Depreciation and amortisation expense	228.94	200.96	196.52	429.90	390.04
	(g) Power and fuel	1,660.01	1,293.17	676.06	2,953.18	2,029.64
	(h) Royalty and levies on export (Mining)	14.86	280.03	44.38	294.89	44.38
	(i) Freight, forwarding and clearing expenses	331.89	616.30	73.67	948.19	181.99
	(j) Excise duty expenses	0.00	368.53	448.47	368.53	1,054.42
	(k) Other expenses	359.75	531.50	382.09	891.25	821.92
	(l) Finance costs	98.61	117.23	96.71	215.84	187.06
	<b>Total Expenses</b>	<b>7,073.30</b>	<b>7,504.61</b>	<b>4,784.07</b>	<b>14,577.91</b>	<b>10,565.49</b>
3	<b>Profit before tax (1-2)</b>	<b>340.44</b>	<b>526.13</b>	<b>486.03</b>	<b>866.57</b>	<b>1,092.34</b>
4	<b>Tax expenses</b>	<b>122.61</b>	<b>84.09</b>	<b>137.14</b>	<b>206.70</b>	<b>264.74</b>
5	<b>Net profit after tax (3-4)</b>	<b>217.83</b>	<b>442.04</b>	<b>348.89</b>	<b>659.87</b>	<b>827.60</b>
6	<b>Other Comprehensive Income (net of tax)</b>					
	Items that will not be reclassified to profit or loss	-0.43	-1.36	-21.49	-1.79	(42.97)
7	<b>Total Comprehensive Income after tax (5+6)</b>	<b>217.40</b>	<b>440.68</b>	<b>327.40</b>	<b>658.08</b>	<b>784.63</b>
8	<b>Paid-up Equity Share Capital (Face Value Re. 1/- per share) (including forfeited amount of Rs. 0.13 lacs)</b>	<b>1,196.52</b>	<b>1,196.52</b>	<b>1,196.52</b>	<b>1,196.52</b>	<b>1,196.52</b>
9	<b>Earning Per Share (EPS) (Rs.)</b>					
	<b>Basic &amp; Diluted Earning per share (of Re. 1/- each) (Rs.)</b>	<b>0.18</b>	<b>0.37</b>	<b>0.29</b>	<b>0.55</b>	<b>0.69</b>

**Notes:**

- The financial results of the Company for the quarter and half year ended September 30, 2017 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on December 12, 2017.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017, the Company has adopted Ind AS with a transition date of April 1, 2016 and accordingly, restated results for the quarter and half year ended September 30, 2016.
- The statement does not include Ind AS compliant results for the previous year ended March 31, 2017 as it is not mandatory as per SEBI's circular dated July 5, 2016.
- There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
- The reconciliation of net profit reported for quarter and half year ended September 30, 2016 in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below :

Description	[Rs. in Lacs]	
	Quarter Ended September 30, 2016	Half Year Ended September 30, 2016
<b>Net Profit as per previous GAAP (Indian GAAP)</b>	<b>287.14</b>	<b>763.05</b>
Re-measurement of net defined benefit liability	32.85	65.71
Provision for expected credit loss	61.29	32.99
Tax impact on adjustments	-32.40	-34.16
<b>Net profit after tax before OCI as per Ind AS</b>	<b>348.88</b>	<b>827.59</b>
Other comprehensive income (net of tax)	-21.49	-42.97
<b>Total Comprehensive Income after tax</b>	<b>327.40</b>	<b>784.63</b>

- The limited review of unaudited financial results for the quarter and half year ended September 30, 2017 as required in terms of Clause 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the statutory auditors. The Ind AS compliant corresponding figures for the quarter and half year ended September 30, 2016 has not been subjected to review or audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- a) Revenue from Operations for the quarter and half year ended September 30, 2017 include Rs. 299.83 lakhs and 1,941.92 lakhs respectively towards sale of Bauxite Ore (The Corresponding amount during the quarter ended June 30, 2017, quarter and half year ended September 30, 2016 also include Rs. 1642 lakhs and Rs. 86.16 lakhs respectively) towards sale of Bauxite Ore  
 b) Other expenses for quarter and half year ended September 30, 2017 include Rs. 47.91 lakhs and 120.88 lakhs respectively (Corresponding quarter ended June 30, 2017, quarter and half year ended September 30, 2016 include Rs. 72.97 and Rs. 54.95 lakhs) towards cost of mining.
- Tax expenses comprises of current tax and deferred tax.
- According to the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the revenue from operations for the quarter ended June 30, 2017, quarter and half year ended September 30, 2016 are inclusive of excise duty. Goods and Service Tax ("GST") has been implemented with effect from July 1, 2017 which replaces excise duty and other input taxes. As per Ind AS 18, the revenue for the quarter ended September 30, 2017 is reported net of GST and accordingly, is not comparable to that extent.
- The Board of Directors of the Company in their meeting held on May 30, 2017, recommended a final dividend of Rs. 0.25 per equity share of Rs. 1 each, aggregating to Rs. 299.10 lacs for the year ended March 31, 2017 and dividend distribution tax thereon, which was approved by the shareholders at the Annual General Meeting held on September 16, 2017.



For Orient Abrasives Limited

Pundarik Sanyal  
 Chairman - Audit Committee  
 DIN: 01773295

**ORIENT ABRASIVES LIMITED**  
Segment Wise Revenue, Results, Segment Assets and Liabilities are given below:

(Rs. In Lacs)

Particulars	Quarter Ended			Half Year Ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
<b>1. Segment revenue</b>					
A. Alumina Refractories & Monolithics products & bauxite ores	7,108.78	7,721.21	4,919.60	14,829.99	10,997.76
B. Power division	1,586.00	1,366.10	797.52	2,952.10	2,346.26
<b>Total</b>	<b>8,694.78</b>	<b>9,087.31</b>	<b>5,717.12</b>	<b>17,782.09</b>	<b>13,344.02</b>
Less: Inter segment revenue	1,293.83	1,069.45	472.33	2,363.28	1,752.20
<b>Net sales / income from operations</b>	<b>7,400.95</b>	<b>8,017.86</b>	<b>5,244.79</b>	<b>15,418.81</b>	<b>11,591.82</b>
<b>2. Segment results</b>					
(Profit before interest and Tax)					
A. Alumina Refractories & Monolithics products & bauxite ores	180.29	320.71	283.22	501.00	379.80
B. Power division	316.99	392.35	298.16	709.34	937.47
<b>Total</b>	<b>497.28</b>	<b>713.06</b>	<b>581.38</b>	<b>1,210.34</b>	<b>1,317.27</b>
Less : Interest	88.28	96.30	88.57	184.58	174.45
Less : Unallocable expenditure net off unallocable income	68.56	90.63	6.79	159.19	50.49
<b>Profit before tax</b>	<b>340.44</b>	<b>526.13</b>	<b>486.02</b>	<b>866.57</b>	<b>1,092.33</b>
<b>3. Segment Assets &amp; Liabilities</b>					
<b>Segment Assets</b>					
A. Alumina Refractories & Monolithics products & bauxite ores	27,577.78	25,842.55	20,353.39	27,577.78	20,353.39
B. Power division	6,328.26	7,564.93	7,550.63	6,328.26	7,550.63
C. Unallocated	1,162.38	2,036.65	1,038.81	1,162.38	1,038.81
<b>Total</b>	<b>35,068.42</b>	<b>35,444.13</b>	<b>28,942.83</b>	<b>35,068.42</b>	<b>28,942.83</b>
<b>Segment Liabilities</b>					
A. Alumina Refractories & Monolithics products & bauxite ores	9,246.65	8,465.24	5,085.01	9,246.65	5,085.01
B. Power division	490.42	492.24	596.34	490.42	596.34
C. Unallocated	6,798.09	7,819.83	4,613.56	6,798.09	4,613.56
<b>Total</b>	<b>16,535.16</b>	<b>16,777.31</b>	<b>10,294.91</b>	<b>16,535.16</b>	<b>10,294.91</b>



**ORIENT ABRASIVES LIMITED**  
**STATEMENT OF ASSETS & LIABILITIES**

		As at September 30, 2017
Particulars	Notes	Indian Rupees
<b>ASSETS</b>		
<b>I. Non-current assets</b>		
(a) Property, plant and equipment	5	12,595.84
(b) Capital work-in-progress	5	507.17
(c) Intangible assets	6	146.99
(d) Intangible assets under development		-
(e) Financial assets		
(i) Investments	7	-
(ii) Other financial assets	7	145.39
(f) Other non-current assets	8	156.19
(g) Income tax assets (net)	9	340.84
<b>Total non-current assets</b>		<b>13,892.42</b>
<b>II. Current assets</b>		
(a) Inventories	10	9,692.17
(b) Financial assets		
(i) Investments	7	-
(ii) Trade receivables	7	8,975.93
(iii) Cash and cash equivalents	7	110.65
(iv) Bank balance other than (iii) above	7	380.39
(v) Loans	7	-
(vi) Others financial assets	7	354.44
(c) Other current assets	8	1,662.41
<b>Total current assets</b>		<b>21,175.99</b>
<b>Total Assets</b>		<b>35,068.41</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	11	1,196.39
Other equity	12	17,311.43
<b>Total equity</b>		<b>18,507.82</b>
<b>LIABILITIES</b>		
<b>I. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	13	1,641.94
(ii) Other financial liabilities	13	5.88
(b) Provisions	14	108.35
(c) Deferred tax liabilities (net)	25	1,183.30
(d) Other non-current liabilities	15	166.72
<b>Total non-current liabilities</b>		<b>3,106.19</b>
<b>II. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings		3,561.96
(ii) Trade payables	13	7,409.26
(iii) Other financial liabilities	13	1,080.47
(b) Other current liabilities	15	1,159.79
(c) Provisions	14	115.15
(d) Current tax liabilities	16	127.76
<b>Total current liabilities</b>		<b>13,454.40</b>
<b>Total equity and liabilities</b>		<b>35,068.41</b>



**LIMITED REVIEW REPORT**

To  
The Board of Directors  
**ORIENT ABRASIVES LIMITED**

We have reviewed the accompanying Statement of unaudited standalone financial results of Orient Abrasives Limited ("the Company") for the quarter ended September 30, 2017 ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

Attention is drawn to the fact that the figures for the corresponding quarter ended September 30, 2016, including reconciliation of net profit under Ind AS of the corresponding quarter with net profit reported under previous GAAP, as included in the Statement have not been subject to limited review or audit.

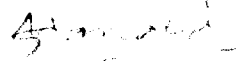
We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the 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.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 including the manner in which it is to be disclosed, or that contains any material misstatement.

Mumbai  
12<sup>th</sup> December 2017



For SANGHAVI & COMPANY  
Chartered Accountants  
ERN: 109099W

  
MANOJ GANATRA  
Partner  
Membership No. 043485