



APAR INDUSTRIES LTD.

REGD. OFFICE :
301, PANORAMA COMPLEX,
R. C. DUTT ROAD,
VADODARA - 390 007. INDIA.
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SEC/ 437 /2011

By Fax & Courier

31st October, 2011.

National Stock Exchange of India Ltd. "Exchange Plaza", C-1, Block G, Bandra- Kurla Complex, Bandra (E), Mumbai - 400 051. Scrip Symbol : APARINDS <u>Kind Attn.: The Manager, Listing Dept.</u>	Bombay Stock Exchange Ltd. Corporate Relationship Department, 14 th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001. Scrip Code : 532259 <u>Kind Attn. : Corporate Relationship Dept.</u>
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Ref. : Our Letter No. SEC/419/2011 dated 17th October, 2011

- Sub. : 1. **Un-audited Financial Results for the Second Quarter and Half-year ended 30.09.2011 - Clause 41 & other applicable Clauses.**
2. **Re-appointment of Managerial Personnel- Clause 30 & other applicable Clauses.**

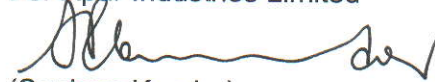
The Board of Directors of the Company at its meeting held today, i.e. 31st October, 2011 have approved the following :

1. The **Un-audited Financial Results** for the **Second Quarter and Half-year ended 30.09.2011** of the current Financial Year 2011-12, as reviewed by the Audit Committee of Directors at its meeting held today. The copy of the same is attached herewith.
2. Re-appointment of Shri Kushal N. Desai as Managing Director and Chief Executive Officer of the Company and Shri Chaitanya N. Desai as Joint Managing Director of the Company for a further term of three years with effect from 1st January, 2012 with revision in remuneration, as recommended by the Compensation-cum-Remuneration Committee of Directors at its meeting held today. The said re-appointments are subject to the approval of the Shareholders of the Company at the ensuing General Meeting.

You are requested to kindly take note of above and bring the same to the notice of investors and members.

Thanking you,

Yours faithfully,
For Apar Industries Limited


(Sanjaya Kunder)
Company Secretary.

Encl. : As above

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ISO 9001:2008
CERTIFIED COMPANY

**APAR INDUSTRIES LIMITED**

Reg. Office :- 301, Panorama Complex, R.C. Dutt Road, Vadodara - 390 007. (AN ISO 9001:2000 COMPANY)

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2011

(Rs. In million)

Sr. No.	Particulars	Unaudited for the 3 months ended		Unaudited for the 6 months ended		Audited for the financial year ended
		30.09.2011	30.09.2010	30.09.2011	30.09.2010	31.03.2011
1	Net Sales/income from operations	7,376.43	6,671.96	14,245.51	12,912.10	27,184.69
	Other operating income	17.03	6.80	28.87	18.58	69.02
	Total Income	7,393.46	6,678.76	14,274.38	12,930.68	27,253.71
2	Expenditure					
	(a) (Increase)/decrease in stock in trade and work in progress	(410.51)	(54.71)	(692.54)	(104.60)	(10.85)
	(b) Consumption of raw materials	6,753.62	4,892.44	12,503.35	9,877.91	21,018.86
	(c) Purchase of traded goods	29.63	431.61	194.80	488.47	809.84
	(d) Employees cost	77.28	66.65	152.25	128.35	250.28
	(e) Depreciation and amortisation	35.18	36.12	69.93	66.64	137.09
	(f) Other expenditure	912.14	823.98	1,735.56	1,653.37	3,485.42
	(g) Total	7,397.34	6,196.10	13,963.35	12,110.13	25,690.64
3	Profit from operations before other income, interest and exceptional items (1-2)	(3.88)	482.66	311.03	820.55	1,563.07
4	Other income	0.79	0.23	2.27	0.57	1.49
5	Profit before interest and exceptional items (3+4)	(3.09)	482.89	313.30	821.12	1,564.56
6	Interest (net)	(53.68)	(4.67)	(81.84)	(6.21)	(32.06)
7	Profit after interest but before exceptional items (5-6)	50.59	487.56	395.14	827.33	1,596.62
8	Exceptional items	-	1.97	-	1.97	1.97
9	Profit (+) / Loss (-) from ordinary activities before tax (7-8)	50.59	485.59	395.14	825.36	1,594.65
10	Tax expense	1.74	143.06	115.35	242.68	536.12
11	Net Profit from ordinary activities after tax (9-10)	48.85	342.53	279.79	582.68	1,058.53
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit for the period/year (11-12)	48.85	342.53	279.79	582.68	1,058.53
14	Paid-up equity share capital (Face value of the share Rs. 10 each)	359.72	323.36	359.72	323.36	323.36
15	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year					3,423.93
16	Earnings Per Share (EPS) - Basic and Diluted (not annualised)	1.38	10.59	7.92	18.02	32.74
17	Public Shareholding					
	Number of shares	1,55,55,498	1,22,40,567	1,55,55,498	1,22,40,567	1,19,99,135
	Percentage of shareholding	43.24%	37.85%	43.24%	37.85%	37.11%
18	Promoters and Promoter Group Shareholding					
	a) Pledged / encumbered					
	Number of shares	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	Nil	Nil	Nil	Nil	Nil
	Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered					
	Number of shares	2,04,16,896	2,00,95,464	2,04,16,896	2,00,95,464	2,03,36,896
	Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of shares (as a % of the total share capital of the Company)	56.76%	62.15%	56.76%	62.15%	62.89%

**APAR INDUSTRIES LIMITED**

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STANDALONE SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2011

(Rs. In million)

Particulars	Unaudited for the 3 months ended		Unaudited for the 6 months ended		Audited for the financial year ended
	30.09.2011	30.09.2010	30.09.2011	30.09.2010	31.03.2011
Segment Revenue					
Conductors	2,813.90	3,226.81	5,621.04	6,170.03	13,258.17
Transformer and Speciality Oils	4,562.87	3,442.69	8,623.29	6,739.84	13,950.77
Others/Unallocated	19.29	11.89	36.83	26.02	55.15
Total	7,396.06	6,681.39	14,281.16	12,935.89	27,264.09
Less: Inter - Segment Revenue	2.60	2.63	6.78	5.21	10.38
Net Sales/Income from operations	7,393.46	6,678.76	14,274.38	12,930.68	27,253.71
Segment Results before tax and interest					
Conductors	11.05	158.46	(34.67)	302.58	467.63
Transformer and Speciality Oils	67.88	395.10	499.79	639.68	1,360.07
Others	1.36	2.29	3.80	4.87	7.32
Total	80.29	555.85	468.92	947.13	1,835.02
Less : Interest (net)	(53.68)	(4.67)	(81.84)	(6.21)	(32.06)
: Un-allocable expenditure net of income	83.38	74.93	155.62	127.98	272.43
Total Profit (+)/loss(-) before tax	50.59	485.59	395.14	825.36	1,594.65
Capital Employed					
(Segment Assets - Segment Liabilities)					
Conductors	1,768.30	1,443.91	1,768.30	1,443.91	1,732.21
Transformer and Speciality Oils	1,821.37	2,155.71	1,821.37	2,155.71	1,408.31
Others/Unallocated	2,692.31	1,495.39	2,692.31	1,495.39	1,818.54
Total	6,281.98	5,095.01	6,281.98	5,095.01	4,959.06

Notes:

- The above unaudited financial results were reviewed by the Audit Committee of Directors and approved by the Board of Directors at their meeting held on 31st October, 2011. The statutory auditors of the Company have carried out a limited review of the above standalone financial results for the quarter ended 30th September, 2011.
- Effective 1st April, 2011, the Company has started accounting for derivative contracts, entered into to hedge commodity/ forex unexecuted firm commitments and highly probable forecast transactions. Gains or losses arising out of fair valuation of derivative contracts are recognised in the profit and loss account or balance sheet, as the case may be, after applying the test of hedge effectiveness. Gains or losses are recognised as 'Hedge Reserve' in the balance sheet when the hedge is effective and where the hedge is ineffective the same is recognised in the profit and loss account. Gains and losses on roll over or cancellation of derivative contract which qualify as effective hedge are recognised in the profit and loss account in the same period in which the hedge item is accounted. Accordingly, mark to market (MTM) losses of Rs. 166.41 million as on 30th September, 2011 on commodity derivative contracts have been debited to 'Cash Flow Hedging Reserve' in the books of account for the period ended 30th September, 2011. This change in the accounting policy has no effect on the profit for the quarter and period ended 30th September, 2011.
- Due to unprecedented depreciation of Indian Rupee, the Company has incurred exchange loss of Rs 424.81 million during the Quarter. The inclusion of this loss/(gain) in various heads with break-up of Realised/Unrealised is as follows:

(Rs. In million)

Sr. No	Particulars	Q2FY12	Q2FY11	H1FY12	H1FY11	FY11
1)	Net Sales	(195.30)	(5.46)	(211.89)	(38.34)	(60.97)
2)	Consumption of raw material	589.94	(84.29)	676.44	9.09	76.50
3)	Others	30.17	2.90	34.75	5.83	42.08
	Total exchange loss/(gain)	424.81	(86.85)	499.30	(23.42)	57.61
a)	Realised exchange loss/(gain)	71.92	(6.17)	146.42	57.26	180.48
b)	Unrealised exchange loss/(gain)	352.88	(80.68)	352.88	(80.68)	(122.87)
	Total exchange loss/(gain)	424.81	(86.85)	499.30	(23.42)	57.61
	PBT before unrealised exchange loss/(gain)	403.47	404.91	748.02	744.68	1,471.78
	PBT after unrealised exchange loss/(gain)	50.59	485.59	395.14	825.36	1,594.65

- The Company has not received any investor complaints during the quarter ended 30th September, 2011. No complaints were pending at the beginning and at the end of the quarter.
- Disclosure of Assets and Liabilities as per Clause 41(I)(ea) of the Listing Agreement as on 30th September, 2011 is given in Annexure 1.
- Previous period / year figures have been regrouped, wherever necessary.

For Apar Industries Limited

(Kushal N. Desai)
Managing Director

Place : Mumbai

Date : 31st October, 2011

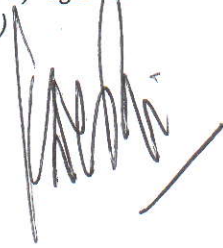
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Annexure-1

Disclosure of Assets and Liabilities as per Clause 41(l)(ea) of the Listing Agreement as on 30th September, 2011			
(Rs. In million)			
Sr. No	Particulars	As on 30.09.2011	As on 30.09.2010
		(Unaudited)	(Unaudited)
1	Shareholders' Funds :		
	(a) Share Capital	359.72	323.36
	(b) Reserves and Surplus	4,280.26	3,189.17
	-Total	4,639.98	3,512.53
2	Loan Funds	1,547.68	1,501.98
3	Deferred Tax Liability (Net)	94.32	80.50
	Total	6,281.98	5,095.01
	APPLICATION OF FUNDS		
1	Fixed Assets	1,369.32	1,250.26
2	Investments	315.54	315.54
3	Current Assets, Loans and Advances		
	(a) Inventories	5,393.93	3,670.70
	(b) Sundry Debtors	7,383.58	5,164.96
	(c) Cash and Bank Balances*	5,777.43	3,758.36
	(d) Other Current Assets	-	-
	(e) Loans and Advances	3,574.85	2,378.02
	-Total	22,129.79	14,972.04
4	Less: Current Liabilities and Provisions		
	(a) Liabilities	17,353.54	11,420.78
	(b) Provisions	179.13	22.06
	-Total	17,532.67	11,442.84
	Net Current Assets	4,597.12	3,529.20
5	Miscellaneous Expenditure (to the extent not written off or adjusted)	-	-
	Total	6,281.98	5,095.01

*(include margin money Rs. 4901.35 million for H1FY12 (Rs.3313.25 million for H1FY11) against letters of credits for Company's imports of raw materials and the balance is free cash.)



*** TX REPORT ***

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