



Elgi Rubber Company Limited

2000 Trichy Road • Coimbatore 641 005 • India • CIN : L25119TZ2006PLC013144
+91 (422) 232 1000 • info@in.elgirubber.com • www.elgirubber.com

30-05-2016

The Manager – Listing,
The National Stock Exchange of India Ltd,
Exchange Plaza, Bandra Kurla Complex,
Bandra East,
Mumbai – 400 051

Dear Sir,

Sub : Submission of audited financial results for the quarter and financial year ended March 31, 2016

Symbol : ELGIRUBCO
Series : EQ

We are forwarding the audited financial results for the quarter and financial year ended March 31, 2016 of the Company as approved by Board of Directors at their meeting held on 30th day of May, 2016.

Kindly acknowledge receipt and do the needful.

Thanking you,
Yours faithfully,

For Elgi Rubber Company Limited

A handwritten signature in black ink, appearing to read "Selvakumar D".

Selvakumar D
GM-Finance and Company Secretary

REDDY, GOUD & JANARDHAN

CHARTERED ACCOUNTANTS

P. SHANMUGASUNDARAM, B.Com., LL.B., F.C.A.

BALAKRISHNA S. BHAT, B.Com., F.C.A.

B. ANAND, B. Sc., F.C.A.



Apt. No.106, Embassy Centre
No.11, Crescent Road
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Tel. :22265438,22260055

22202709 Fax: 22265572

E-mail : ca.sjassociates@gmail.com

Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015

To
Board of Directors of.
M/s Elgi Rubber Company Limited

- 1) We have audited the quarterly financial results of M/s Elgi Rubber Company Limited ("the Company") for the quarter ended 31st March 2016 and the financial results for the year ended 31st March 2016 , attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results are the derived figures between the audited figures in respect of the year ended 31st March 2016 and the published year-to-date figures up to 31st December 2015, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter and year ended 31st March 2016 have been prepared on the basis of the financial results for the nine month period ended 31st December 2015 , the audited annual financial statements as at and for the year ended 31st March 2016 , and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine month period ended 31st December 2015 which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard(AS)25, Interim Financial Reporting , specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting policies generally accepted in India; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
- 2) We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
- 3) In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015; and
 - (ii) give a true and fair view of the loss and other financial information for the quarter ended 31st March 2016 as well as the year ended 31st March 2016.

For M/s Reddy Goud and Janardhan
Chartered Accountants
Firm Registration Number: 003254S

B. Anand
Partner
Membership No. 029146



Coimbatore
30.05.2016

BRANCH AT KARUR

REDDY, GOUD & JANARDHAN

CHARTERED ACCOUNTANTS

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Auditor's Report On Quarterly Consolidated Financial Results and Consolidated Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors

M/s. Elgi Rubber Company Limited

We have audited the quarterly consolidated financial results of M/s Elgi Rubber Company Limited for the quarter ended 31st March, 2016 and the consolidated year to date results for the period 1st April, 2015 to 31st March, 2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of seven subsidiaries included in the consolidated quarterly financial results and consolidated year to date results, whose consolidated interim financial statements reflect total assets of Rs 32,525.46 Lakhs as at 31st March, 2016 and net assets of Rs.5,493.95 Lakhs as at the year ended 31st March, 2016; as well as the total revenue of Rs 19,821.64 Lakhs as at 31st March, 2016 and net loss of Rs. 2,223.48 Lakhs as at the year ended 31st March, 2016. These interim financial statements and other financial information have been audited by other auditors whose report(s) has (have) been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such interim financial statements is based solely on the report of such other auditors.

In our opinion and to the best of our information and according to the explanations given to us, these consolidated quarterly financial results as well as the consolidated year to date results:

(I) include the quarterly financial results and year to date of the following entities (list of entities included in consolidation);

- Elgi Rubber Company LLC, USA
- Treadsdirect Limited, Kenya
- Treadsdirect Limited, Sri Lanka



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- Treadsdirect Limited, Bangladesh
- Borrachas e Equipamentos Elgi Ltda, Brasil
- Elgi Rubber Company Holdings B.V., The Netherlands and its subsidiary companies viz. Elgi Rubber Company B.V., The Netherlands, Rubber Compounding Holland BV., The Netherlands and Rubber Resources B.V., The Netherlands (Step-down subsidiaries)
- Pincott International Pty., Ltd, Australia
- Titan Tyrecare Products LLP

- (ii) have been presented in accordance with the requirements of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the consolidated net loss and other financial information for the quarter ended 31st March, 2016 as well as the consolidated year to date results for the period from 1st April, 2015 to 31st March, 2016.

For M/s. Reddy Goud and Janardhan

Chartered Accountants

Firm Registration Number : 003254S

B Anand
Partner
Membership No.029146



Coimbatore
30.05.2016

BRANCH AT KARUR

Statement of Assets and Liabilities		Year ended		Year ended	
		31.03.2016	31.03.2015	31.03.2016	31.03.2015
		Audited	Audited	Audited	Audited
		Standalone		Consolidated	
A	Equity and Liabilities				
1	Shareholder's funds				
	(a) Share capital	500.50	500.50	500.50	500.50
	(b) Reserves and surplus	25,804.06	24,940.19	25,744.25	26,207.93
	(c) Money received against share warrants	-	-	-	-
	Sub-total – Shareholders' funds	26,304.56	25,440.69	26,244.75	26,708.43
2	Share application money pending allotment	-	-	-	-
3	Minority interest	-	-	-	-
4	Non – Current Liabilities	-	-	-	-
	a) Long- term borrowings	1,842.18	375.34	10,855.93	10,761.51
	b) Deferred tax liabilities(net)	-	-	-	-
	c) Other long-term liabilities	-	-	-	-
	d) Long-term provisions	1.47	27.11	1.46	27.11
	Sub-total – Non-current liabilities	1,843.65	402.45	10,857.39	10,788.62
5	Current liabilities				
	a) Short-term borrowings	4,848.28	1,701.53	12,015.52	8,888.18
	b) Trade payables	951.31	492.44	3,861.04	5,100.16
	c) Other current liabilities	698.62	671.39	3,204.07	2,909.88
	d) Short-term provisions	422.79	209.20	633.87	895.57
	Sub-total – Current liabilities	6,921.00	3,074.56	19,714.50	17,793.79
	Total – Equity and Liabilities	35,069.21	28,917.70	56,816.64	55,290.84
B	Assets				
1	Non – current assets				
	a) Fixed assets	11,107.24	7,031.22	28,328.87	24,575.03
	b) Goodwill on consolidation	-	-	1,303.47	2,172.97
	c) Non – current investments	4,892.74	8,726.40	67.63	148.34
	d) Deferred tax assets (net)	149.86	0.69	1,998.58	1,713.39
	e) Long-term loans and advances	4,301.87	3,063.69	1,243.86	1,086.58
	f) Other non – current assets	2,840.60	2,525.20	2,841.07	2,593.97
	Sub-total – Non-current assets	23,292.31	21,347.20	35,783.48	32,290.28
2	Current assets				
	a) Current investments	-	-	-	-
	b) Inventories	4,920.99	3,926.16	10,515.53	11,214.41
	c) Trade receivables	4,183.47	1,549.84	5,910.56	6,450.43
	d) Cash and cash equivalents	650.19	705.51	1,267.95	2,777.30
	e) short-term loans and advances	1,857.86	1,170.04	3,173.69	2,326.96
	f) Other current assets	164.39	218.95	165.43	231.47
	Sub-total – Current assets	11,776.90	7,570.50	21,033.16	23,000.57
	Total Assets	35,069.21	28,917.70	56,816.64	55,290.84

Elgi Rubber Company Limited

Regd. Office: 2000, Trichy Road, Coimbatore 641 005, Tamilnadu

Web Site: www.elgirubber.com; Phone 0422-2321000 E-Mail: info@elgirubber.com CIN: L25119TZ2006PLC013144

Audited Financial Results (Standalone & Consolidated) for the quarter and year ended 31.03.2016

PART I										(Rupees in Lakhs)	
Particulars	Quarter ended 31.03.2016		Previous Quarter ended 31.12.2015		Previous Year Quarter ended 31.03.2015		Year ended 31.03.2016		Year ended 31.03.2015		
	audited		Unaudited		audited		Audited		Audited		
	Standalone	Consolidated	Standalone	Consolidated	Standalone	Consolidated	Standalone	Consolidated	Standalone	Consolidated	
1 Income from operations											
a) Net Sales/Income from Operations	5,251.35	9,002.76	5,153.03	8,031.50	3,206.74	11,780.70	20,120.43	36,233.44	13,339.73	43,978.97	
b) Other Operating Income	45.88	137.03	69.21	119.88	53.86	(73.44)	364.86	476.57	443.34	381.40	
Total Income from operations (net)	5,297.23	9,139.79	5,222.24	8,151.38	3,260.60	11,707.26	20,485.09	36,710.01	13,783.07	44,360.37	
2 Expenditure											
a) Consumption of raw materials	2,825.12	2,575.27	4,401.74	3,574.38	1,668.14	4,606.55	11,734.26	15,870.33	7,756.46	16,685.44	
b) Purchase of traded goods	69.94	95.60	1,953.20	1,600.90	149.57	1,457.80	459.01	581.03	590.36	6,147.97	
c) (Increase)/Decrease in Stock in Trade and work in progress	47.74	1,261.81	(3,610.17)	(1,811.15)	118.28	177.87	(1,056.99)	130.04	(65.09)	520.41	
d) Employees Cost	579.91	1,991.33	531.54	2,034.91	299.80	2,255.78	2,324.44	8,391.88	1,138.35	7,617.43	
e) Depreciation	243.74	550.13	233.48	538.57	205.08	611.13	905.62	2,079.03	678.22	1,829.63	
f) Other Expenditure	1,392.92	2,596.71	1,162.35	2,041.77	973.20	3,180.12	4,840.14	9,801.67	3,422.77	13,027.86	
Total Expenditure	5,159.37	9,070.85	4,672.14	7,979.38	3,414.07	12,289.25	19,206.48	36,853.98	13,521.07	45,828.74	
3 Profit/(loss) from Operations before Other Income, Financial Cost & Exceptional Items (1-2)	137.86	68.94	550.10	172.00	(153.47)	(581.99)	1,278.61	(143.97)	262.00	(1,468.37)	
4 Other Income	133.18	138.80	216.16	201.19	281.05	347.32	514.28	564.76	689.39	720.77	
5 Profit/(loss) before Financial Cost & Exceptional Items (3+4)	271.04	207.74	766.26	373.19	127.58	(234.67)	1,792.89	420.79	951.39	(747.60)	
6 Financial Cost	184.57	383.50	92.33	334.71	46.90	302.17	452.13	1,479.24	164.28	1,205.81	
7 Profit/(loss) after Financial Cost but before Exceptional Items (5-6)	86.47	(175.76)	673.93	38.48	80.68	(536.84)	1,340.76	(1,058.45)	787.11	(1,953.41)	
8 Exceptional Items	3,778.89	20.51	0.00	0.00	(2.86)	6.11	3,778.89	20.51	(2.88)	6.11	
9 Profit/(loss) from Ordinary Activities before tax (7+8)	(3,692.42)	(196.27)	673.93	38.48	83.56	(542.96)	(2,438.13)	(1,078.96)	789.99	(1,959.52)	
10 Tax expense	(10.31)	(10.70)	55.35	(61.03)	9.22	55.99	210.92	66.25	224.49	275.70	
11 Net Profit from Ordinary Activities after tax (9-10)	(3,682.11)	(185.57)	618.58	99.51	74.34	(598.95)	(2,649.05)	(1,145.21)	565.50	(2,235.22)	
12 Extraordinary Items (Net of tax expense)											
13 Net Profit for the period (11-12)	(3,682.11)	(185.57)	618.58	99.51	74.34	(598.95)	(2,649.05)	(1,145.21)	565.50	(2,235.22)	
14 Paid-up Equity Share Capital (Face Value per share Re.1/-)	500.50	500.50	500.50	500.50	500.50	500.50	500.50	500.50	500.50	500.50	
15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year							24,637.63	24,577.82	24,940.19	26,207.92	
i) Earnings per share (before Extraordinary items) (of Re.1/-each) (Not annualized)											
Basic & Diluted (in Rs)			1.24	0.20	0.15	(1.20)	(5.29)	(2.29)	1.13	(4.47)	
ii) Earnings per share (after Extraordinary items)(of Re.1/- each) (Not annualized)											
Basic & Diluted (in Rs)			1.24	0.20	0.15	(1.20)	(5.29)	(2.29)	1.13	(4.47)	

Notes

- 1 The above audited results for the quarter and year ended March 31, 2016 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2016.
- 2 The company has opted to publish consolidated financial results. The standalone results will be available in the NSE website and the Company's website.
- 3 The company is primarily engaged in providing solutions to the Rubber Industry and hence segment reporting is not applicable.
- 4 The consolidated financial results include the financial results of all the Wholly Owned Subsidiaries of the Company
- 5 The consolidated financial results have been extracted from Consolidated Financial statements prepared in accordance with Accounting Standard 21 of the Companies Accounting Standard Rules, 2006.
- 6 The profit/(loss) before tax for the quarter ended 31.03.2016 includes exceptional items of Rs. 3787.78 lakhs that pertain to provision made towards diminution in the value of investments in Borrachas e Equipamentos Elgi Ltda, Brasil, Elgi Rubber Company LLC, USA & Pincott International Pty Ltd., Australia.
- 7 Previous year/ period figures have been re-grouped wherever necessary.
- 8 The board has recommended a dividend of Rs.0.37 per share of Re.1/- each, for the year ended 31.03.2016
- 8 The Hon'ble High Court of Judicature at Madras, by its order dated 22nd January 2016, has approved the Scheme of Amalgamation of Treadsdirect Limited and Parani Steels Private Limited with the Company, with effect from 01st April 2015. Accordingly the standalone figures of the company given for the quarter & year ended 31.03.2016 and for the quarter & year ended 31.03.2015 are not comparable.
- 9 Number of investor complaints for the quarter ended 31.03.2016:
Beginning – Nil, Received – Nil, Disposed – Nil and Pending – Nil

Coimbatore
30.05.2016

By order of the Board



Sudarsan Varadraj

Chairman & Managing Director