

**Elgi Rubber Company Limited**

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

**REF: ERCL/SEC/2015/MAY/007**

**28<sup>th</sup> May 2015**

The Manager Listing,  
The National Stock Exchange of India Limited,  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra East,  
Mumbai – 400051

Dear Sir,

Sub: - Submission of audited financial results for the quarter & financial year ended March 31, 2015

Ref: - ISIN INE819L01012

We are forwarding the audited financial results for the quarter and financial year ended March 31, 2015 of the Company as approved by Board of Directors at their meeting held on 28<sup>th</sup> Day of May 2015.

Kindly acknowledge receipt and do the needful

Thanking You,

Yours Faithfully,

For **Elgi Rubber Company Limited**



**C. Shankar,**

**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

Bangalore-560 001

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 Clause 41 of the Listing Agreement

To  
Board of Directors of Elgi Rubber Company Limited

We have audited the quarterly financial results of Elgi Rubber Company Limited for the quarter ended March 31, 2015 and the financial results for the year ended March 31, 2015, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2015 and the published year-to-date figures upto December 31, 2014 being the date of the end of the third quarter of the current financial year, which were subjected to limited review. The financial results for the quarter ended March 31, 2015 have been prepared on the basis of the financial results for the nine month period ended December 31, 2014 and the audited annual financial statements as at and for the year ended March 31, 2015 and the relevant requirement of Clause 41 of the Listing Agreement which 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 December 31, 2014 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting [specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2015; and the relevant requirements of Clause 41 of the Listing Agreement.

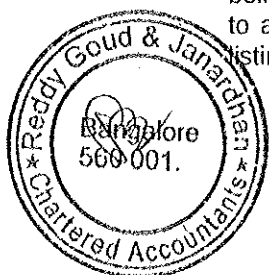
We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, 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.

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 clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2015 and for the year ended March 31, 2015.

Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2015 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2015 and the published year-to-date figures upto December 31, 2014 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Clause 41(I)(d) of the Listing agreement.

BRANCH AT KARUR



# REDDY, GOUD & JANARDHAN

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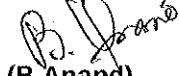
E-mail : ca.sjassociates@gmail.com

Further, read with paragraph 1 above, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

**For Reddy Goud and Janardhan**

Chartered Accountants

(Firm's Registration No. 003254S)



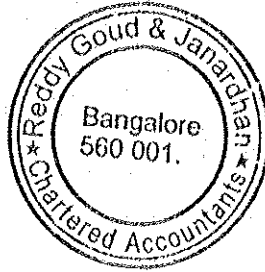
**(B. Anand)**

(Partner)

(Membership No. 29146)

Coimbatore

28<sup>th</sup> May 2015



**BRANCH AT KARUR**

# REDDY, GOUD & JANARDHAN

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Auditor's Report On Quarterly Consolidated Financial Results and Consolidated Year to Date  
Results of the Company Pursuant to the Clause 41 of the Listing Agreement

To  
Board of Directors of Elgi Rubber Company Limited

We have audited the quarterly consolidated financial results of M/s Elgi Rubber Company Limited ('the Company') and its subsidiaries (collectively referred to as the 'Group') for the quarter ended March 31, 2015 and the consolidated financial results for the year ended March 31, 2015 attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These consolidated quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2015 and the published year-to-date figures upto December 31, 2014, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review. The consolidated financial results for the quarter ended March 31, 2015 have been prepared on the basis of the consolidated financial results for the nine month period ended December 31, 2014, the audited annual consolidated financial statements as at and for the year ended March 31, 2015 and the relevant requirements of Clause 41 of the Listing agreement 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 based on our review of the consolidated financial results for the nine month period ended December 31, 2014 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting [specified under the Companies Act, 1956 ( which are deemed to be applicable as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India; our audit of the annual consolidated financial statements as at and for the year ended March 31, 2015; and the relevant requirements of Clause 41 of the Listing Agreement.

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 revenues (including other income) of Rs. 2,179.74 Million and Rs. 644.71 for the quarter and year ended March, 2015, respectively and assets of Rs. 1,994.58 Million as at March 31, 2015 relating to 9 subsidiaries and 3 step-down subsidiaries included in the accompanying consolidated financial results (after eliminations) for the quarter ended March 31, 2015.

The financial statements and other financial information of the above subsidiaries have been audited by other auditors whose reports have been furnished to us, and our opinion is based solely on the report of other auditors. Our opinion is based solely on the report of other auditors. Our opinion is not modified in respect of this matter.



**BRANCH AT KARUR**

# REDDY, GOUD & JANARDHAN

CHARTERED ACCOUNTANTS

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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) have been presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the consolidated net loss and other financial information for the quarter ended March 31, 2015 as well as the consolidated year to date results for the year ended March 31, 2015.

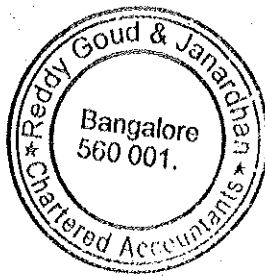
Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2015 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2015 and the published year-to-date figures upto December 31, 2014 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Clause 41(I)(d) of the listing agreement.

Further, read with paragraph 1 above, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of consolidated public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For Reddy Goud and Janardhan  
Chartered Accountants  
(Firm's Registration No. 003254S)

(B. Anand)  
(Partner)  
(Membership No. 29146)

Coimbatore  
28<sup>th</sup> May 2015



BRANCH AT KARUR

**Elgi Rubber Company Limited**

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

**Audited Financial Results (Standalone & Consolidated) for the Fourth quarter and Financial year ended 31.03.2015**

**PART I**

Particulars		Quarter ended						Year ended				(Rupees in Lakhs)			
		31.03.2015		31.12.2014		31.03.2014		31.03.2015		31.03.2014					
		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(Net of excise duty)	3,206.74	11,780.70	3,233.78	9,603.22	3,565.03	12,982.16	13,339.73	43,978.97	14,428.65	48,878.87				
	b) Other Operating Income	53.86	(73.44)	83.89	181.55	(0.86)	1.76	443.34	381.40	572.43	580.52				
	Total Income from operations (net)	3,260.60	11,707.26	3,317.67	9,764.77	3,564.17	12,983.92	13,783.07	44,360.37	15,001.08	49,459.39				
2	Expenditure														
	a)Cost of materials consumed	1,688.14	4,606.55	1,750.34	3,455.31	2,088.69	4,697.48	7,756.46	16,685.44	8,409.63	18,829.05				
	b) Purchase of Stock-in-trade	149.57	1,457.80	135.03	1,749.25	173.01	2,983.22	590.36	6,147.97	723.43	8,690.65				
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	118.28	177.87	183.30	(292.81)	(153.74)	(1,622.72)	(65.09)	520.41	(65.39)	(1,361.98)				
	d) Employees benefits expense	299.80	2,255.78	292.57	1,917.35	197.86	1,985.82	1,138.35	7,617.43	1,086.83	6,806.46				
	e) Depreciation and amortisation expense	205.08	611.13	164.30	470.39	158.23	360.97	678.22	1,829.63	509.21	1,338.01				
	f) Other expenses	973.20	3,180.12	791.22	3,558.28	993.70	3,944.81	3,422.77	13,027.86	3,454.23	12,932.67				
	Total Expenses	3,414.07	12,289.25	3,316.76	10,857.77	3,457.75	12,349.58	13,521.07	45,828.74	14,117.94	47,234.86				
3	Profit/(loss) from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	(153.47)	(581.99)	0.91	(1,093.00)	106.42	634.34	262.00	(1,468.37)	883.14	2,224.53				
4	Other Income	281.05	347.32	154.95	101.68	354.40	247.77	689.39	720.77	1,081.37	696.72				
5	Profit/(loss) from ordinary activities before finance costs and exceptional items (3+4)	127.58	(234.67)	155.86	(991.32)	460.82	882.11	951.39	(747.60)	1,964.51	2,921.25				
6	Finance Costs	46.90	302.17	57.75	332.49	23.76	363.71	164.28	1,205.81	65.03	1,063.48				
7	Profit/(loss) from ordinary activities after finance costs but before exceptional items (5-6)	80.68	(536.84)	98.11	(1,323.81)	437.06	518.40	787.11	(1,953.41)	1,899.48	1,857.77				
8	Exceptional items	2.88	(6.11)	0.00	0.00	191.29	191.29	2.88	(6.11)	191.29	191.29				
9	Profit/(loss) from Ordinary Activities before tax (7+8)	83.56	(542.96)	98.11	(1,323.81)	628.35	709.69	789.99	(1,959.53)	2,090.77	2,049.06				
10	Tax expenses	9.22	55.99	1.42	(95.32)	131.26	290.13	224.49	275.70	578.30	952.73				
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	74.34	(598.95)	96.69	(1,228.49)	497.09	419.56	565.50	(2,235.23)	1,512.47	1,096.33				
12	Extraordinary Items (Net of tax expense)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00				
13	Net Profit/(Loss) for the period (11-12)	74.34	(598.95)	96.69	(1,228.49)	497.09	419.56	565.50	(2,235.23)	1,512.47	1,096.33				
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 as at							24,940.19	26,207.92	24,562.74	29,094.06				
16	i) Earnings per share (before Extraordinary items) (of Re.1/-each) (Not annualized)														
	Basic & Diluted (in Rs)	0.15	-1.20	0.19	-2.45	0.99	0.84	1.13	-4.47	3.02	2.19				
	ii) Earnings per share (after Extraordinary items)(of Re.1/- each) (Not annualized)														
	Basic & Diluted (in Rs)	0.15	-1.20	0.19	-2.45	0.99	0.84	1.13	-4.47	3.02	2.19				

PART II				
Particulars		Quarter ended		Year ended
		31.03.2015	31.12.2014	31.03.2015
A Particulars of Shareholding				
1	Public Shareholding			
a)	Number of shares	18,723,882	18,746,467	18,723,882
b)	Percentage of shareholding	37.41	37.46	37.41
2	Promoters and promoter group shareholding			
a)	Pledged / encumbered	Nil	Nil	Nil
b)	Non encumbered			
	- Number of shares	31,326,118	31,303,533	31,326,118
	- Percentage of shares (As a % of the total shareholding of promoter & promoter group)	100.00	100.00	100.00
	- Percentage of shares (As a % of the total share capital of the company)	62.59	62.54	62.59

#### Notes

- The above results for the fourth quarter and financial year ended March 31, 2015 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 28, 2015.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- The Company has opted to publish consolidated financial results. The Standalone results will be available in NSE website and the Company's website.
- The Company is primarily engaged in providing solutions to the Rubber Industry and hence segment reporting is not applicable.
- The Board of Directors have recommended a final dividend of Re. 0.21 per equity share, subject to the approval of the members at the Annual General Meeting.
- The consolidated financial results include the financial results of all the Wholly Owned Subsidiaries of the Company.
- The consolidated financial results have been extracted from Consolidated Financial statements prepared in accordance with Accounting Standard 21 issued by the Central Government of India in terms of Companies (Accounting Standards Rules, 2006).
- Previous year/ period figures have been re-grouped wherever necessary.
- In the Consolidated results, pursuant to the transition provisions prescribed in Schedule II to the Companies Act, 2013 the Company has fully depreciated the carrying value of assets, where the remaining useful life of the asset was determined to be nil as on April 1, 2014 and has adjusted an amount of Rs.83.40 lakhs (net off deferred tax of Rs. 42.90 lakhs) against the opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus. The Depreciation expense in the Statement of Profit and Loss for the year is higher by Rs. 74.40 lakhs consequent to the change in the useful life of the assets.
- In the Standalone results, pursuant to the transition provisions prescribed in Schedule II of the Companies Act, 2013, the Company has fully depreciated the carrying value of assets, where the remaining useful life of the asset was determined to be nil as on April 1, 2014 and has adjusted an amount of Rs. 82.95 lakhs (net off deferred tax of Rs. 42.72 lakhs) against the opening surplus balance in the Statement of Profit and Loss under Reserves and Surplus. The Depreciation expense in the Statement of Profit and Loss for the year is higher by Rs. 72.50 lakhs consequent to the change in the useful life of the assets.
- The wholly owned subsidiary Treadsdirect Limited, Mauritius has been wound up during the quarter.
- The wholly owned subsidiary Elgi Rubber Company LLC USA has acquired the entire paid-up capital of M/s. American Manufacturing and Equipment, Inc USA, during the quarter.
- The Consolidated results for the period / year ended 31.03.2015 has been affected due to shifting of the Factory of the Subsidiary Rubber Resources BV located at The Netherlands, resulting in additional expenses and loss of production
- Exceptional items for the period / year ended 31.03.2015 include Income tax relating to earlier years.
- Number of investor complaints for the quarter ended 31.03.2015  
Beginning – Nil, Received – 2, Disposed – 2 and Pending – Nil

(Rupees in Lakhs)

Statement of Assets and Liabilities	Year ended			
	31.03.2015		31.03.2014	
	Audited		Audited	
	Standalone	Consolidated	Standalone	Consolidated
<b>A Equity and Liabilities</b>				
<b>1 Shareholder's funds</b>				
(a) Share capital	500.50	500.50	500.50	500.50
(b) Reserves and surplus	24,940.19	26,207.93	24,562.74	29,094.06
(c) Money received against share warrants				-
<b>Sub-total – Shareholders' funds</b>	<b>25,440.69</b>	<b>26,708.43</b>	<b>25,063.24</b>	<b>29,594.56</b>
<b>2 Share application money pending allotment</b>			-	-
<b>3 Minority interest</b>			-	-
<b>4 Non – Current Liabilities</b>				
a) Long- term borrowings	375.34	10,761.51	-	7,283.47
b) Deferred tax liabilities(net)			63.54	-
c) Other long-term liabilities			-	-
d) Long-term provisions	27.11	27.11	27.11	27.11
<b>Sub-total – Non-current liabilities</b>	<b>402.45</b>	<b>10,788.62</b>	<b>90.65</b>	<b>7,310.58</b>
<b>5 Current liabilities</b>				
a) Short-term borrowings	1,701.53	8,888.18	1,809.64	7,480.86
b) Trade payables	492.44	5,100.16	424.73	5,173.48
c) Other current liabilities	671.39	2,909.87	371.15	2,700.78
d) Short-term provisions	209.20	895.57	303.31	1,089.87
<b>Sub-total – Current liabilities</b>	<b>3,074.56</b>	<b>17,793.78</b>	<b>2,908.83</b>	<b>16,444.99</b>
<b>Total – Equity and Liabilities</b>	<b>28,917.70</b>	<b>55,290.83</b>	<b>28,062.72</b>	<b>53,350.13</b>
<b>B Assets</b>				
<b>1 Non – current assets</b>				
a) Fixed assets	7,031.22	24,575.02	6,530.94	19,989.24
b) Goodwill on consolidation	-	2,172.97	-	1,008.24
c) Non – current investments	8,726.40	148.34	6,489.23	199.90
d) Deferred tax assets (net)	0.69	1,713.39	-	1,339.04
e) Long-term loans and advances	3,063.69	1,086.58	3,182.16	772.01
f) Other non – current assets	2,525.20	2,593.97	1,932.31	2,001.12
<b>Sub-total – Non-current assets</b>	<b>21,347.20</b>	<b>32,290.27</b>	<b>18,134.64</b>	<b>25,309.55</b>
<b>2 Current assets</b>				
a) Current investments				-
b) Inventories	3,926.17	11,214.41	3,968.67	12,597.26
c) Trade receivables	1,549.84	6,450.43	2,115.81	7,678.90
d) Cash and cash equivalents	705.51	2,777.30	2,070.18	4,935.80
e) Short-term loans and advances	1,170.03	2,326.96	1,577.80	2,637.48
f) Other current assets	218.95	231.47	195.62	191.14
<b>Sub-total – Current assets</b>	<b>7,570.51</b>	<b>23,000.57</b>	<b>9,928.08</b>	<b>28,040.58</b>
<b>Total Assets</b>	<b>28,917.70</b>	<b>55,290.83</b>	<b>28,062.72</b>	<b>53,350.13</b>

By order of the Board



Sudarsan Vajadharaj

Chairman &amp; Managing Director