

FCL:SEC:STOCK-EXCH:13:284
9th November 2013



Finolex
Cables Limited
AN IS/ISO 9001 COMPANY

The Manager
Listing Department
National Stock Exchange of India Ltd
'Exchange Plaza', C-1, Block G,
Bandra – Kurla Complex,
Bandra (E),
Mumbai – 400 051

Dear Sirs,

We refer to the meeting of the Board of Directors of the Company held today.

We are pleased to email/enclose the statement of Unaudited Financial Results (Provisional) for the quarter/half year ended 30th September 2013 together with a copy each of the Limited Review Report on the said Results as received from the Statutory Auditors of the Company and of the Press Release in this regard which were approved and taken on record by the Board of Directors at the said meeting.

We have taken necessary steps to publish these financial results in the Newspapers as per the provisions of the Listing Agreement.

Kindly take on record the aforesaid results and the other matters, *inter alia*, considered by the Board at the above meeting as set out in the Notes thereto and arrange to have the same updated on the Website of the Exchange at the earliest.

Please acknowledge receipt and oblige.

Thanking you,

Yours faithfully
For FINOLEX CABLES LIMITED

R G D'SILVA
Company Secretary &
Vice President (Legal)

Encl : As above.

FINOLEX CABLES LIMITED

Regd. Office - 26/27 Mumbai Pune Road, Pimpri, Pune 411018

PART I
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE HALF YEAR ENDED 30TH SEPTEMBER, 2013

(Rs. in Million)

	Particulars	Quarter Ended			Six Months Ended		Previous Year Ended
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)
1	Income from Operations						
	a) Net Sales / Income from Operations (Net of excise duty)	5,874.5	5,491.8	5,795.8	11,366.3	10,903.3	22,438.4
	b) Other Operating Income	56.8	45.8	64.2	102.6	139.4	268.4
	Total Income from operations (Net)	5,931.3	5,537.6	5,860.0	11,468.9	11,042.7	22,706.8
2	Expenses						
	a) Cost of Materials Consumed	4,809.2	4,335.3	4,125.7	9,144.5	8,300.8	17,129.2
	b) Purchases of stock-in-trade	16.9	23.0	22.5	39.9	42.3	60.4
	c) Changes in Inventories of Finished Goods	-	-	-	-	-	-
	Work-in-Progress and Stock-in-Trade (Increase) / Decrease	(551.5)	(186.0)	250.3	(737.5)	(105.7)	(296.8)
	d) Increase/(Decrease) in Excise duty on Closing Stock of Finished Goods	49.4	18.3	(30.5)	67.7	3.5	3.9
	e) Employee Benefits expense	204.7	225.2	191.2	429.9	388.2	845.9
	f) Depreciation, Amortisation and Impairment Expense	121.0	114.2	106.5	235.2	211.9	466.3
	g) Other Expenses	185.8	156.5	125.4	342.3	301.7	714.2
	h) Power & Fuel	100.3	96.1	105.7	196.4	205.4	406.9
	i) Sales & Distribution Expenses	352.5	355.7	367.3	708.2	713.0	1,555.7
	Total Expenses	5,288.3	5,138.3	5,284.1	10,426.6	10,061.1	20,885.7
3	Profit / (Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	643.0	399.3	595.9	1,042.3	981.6	1,821.1
4	Other Income	311.2	77.1	145.3	388.3	159.5	241.7
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	954.2	476.4	741.2	1,430.6	1,141.1	2,062.8
6	Finance costs	33.7	34.6	21.5	68.3	56.2	124.6
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	920.5	441.8	719.7	1,362.3	1,084.9	1,938.2
8	Exceptional Items - Income / (Expenses)	103.8	-	(62.0)	103.8	(126.7)	(230.1)
9	Profit / (Loss) from Ordinary Activities before Tax (7+8)	1,024.3	441.8	657.7	1,466.1	958.2	1,708.1
10	Tax expense	224.5	102.6	83.1	327.1	132.8	255.4
11	Net Profit / (Loss) from Ordinary Activities after tax (9 - 10)	799.8	339.2	574.6	1,139.0	825.4	1,452.7
12	Extraordinary Items (net of tax expense Rs. ---- Lakhs)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	799.8	339.2	574.6	1,139.0	825.4	1,452.7
14	Paid Up Equity Share Capital	305.9	305.9	305.9	305.9	305.9	305.9
15	Paid Up Debt Capital	500.0	500.0	500.0	500.0	500.0	500.0
16	Reserve excluding revaluation reserves as per balance sheet of previous accounting year						8,937.3
17	Debenture Redemption Reserve				250.0	250.0	250.0
18	Earning Per Share (before & after extraordinary items) (of Rs.2/- each) (not annualised):						
	(a) Basic	5.2	2.2	3.8	7.4	5.4	9.5
	(b) Diluted	5.2	2.2	3.8	7.4	5.4	9.5
19	Debt Equity Ratio *				0.17	0.19	0.20
20	Debt Service Coverage Ratio **				5.47	4.31	5.95
21	Interest Service Coverage Ratio ***				22.47	18.05	14.71

* Debt Equity Ratio : Long Term Borrowing+Short Term Borrowing + Current maturity of Long Term Borrowing / Shareholders Fund

** Debt Service Coverage Ratio : PBIT / Finance Cost + Current maturity of Long Term Borrowing

*** Interest Service Coverage Ratio : PBIT / Finance Cost

PART II						
Select Information for the Quarter Ended 30th September 2013						
Particulars		Quarter Ended			Six Months Ended	
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)
					Previous Year Ended	
					31.03.2013 (Audited)	
A	PARTICULARS OF SHAREHOLDING					
1	Public Shareholding *					
	- Number of Shares	98,210,875	98,210,875	98,410,875	98,210,875	98,410,875
	- Percentage of shareholding	64.22%	64.22%	64.35%	64.22%	64.35%
2	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)	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA
	b) Non-encumbered					
	- Number of Shares	54,728,470	54,728,470	54,528,470	54,728,470	54,528,470
	- 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)	35.78%	35.78%	35.65%	35.78%	35.65%

* Includes 22,187,075 shares (14.51%) held by Associate Company - Finolex Industries Limited

B	INVESTOR COMPLAINTS
Particulars	Quarter ended 30/09/2013
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remaining unresolved at the end of the quarter	NIL

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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED,
AS PER CLAUSE 41 OF THE LISTING AGREEMENT

							(Rs. in Million)
	Particulars	Quarter Ended			Six Months Ended		Previous Year Ended
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)
1	Segment Revenue						
	A. Electric Cables	5,084.0	4,743.5	5,141.3	9,827.5	9,704.8	19,852.0
	B. Communication Cables	530.9	473.9	479.4	1,004.8	855.5	1,818.9
	C. Copper Rods	1,782.7	2,013.3	1,748.7	3,796.0	3,667.7	6,991.6
	D. Others	688.7	629.2	435.2	1,317.9	839.0	1,766.7
	Total	8,086.3	7,859.9	7,804.6	15,946.2	15,067.0	30,429.2
	Less : Inter Segment Revenue	2,155.0	2,322.3	1,944.6	4,477.3	4,024.3	7,722.4
	Net Sales / Income from Operations	5,931.3	5,537.6	5,860.0	11,468.9	11,042.7	22,706.8
2	Segment Results (Profit/Loss)						
	Before interest and tax						
	Profit (+) / Loss (-) :						
	A. Electric Cables	735.6	518.6	626.6	1,254.2	1,179.0	2,419.5
	B. Communication Cables	82.8	57.6	91.6	140.4	120.8	242.5
	C. Copper Rods	28.2	16.4	9.8	44.6	11.4	40.8
	D. Others	(18.9)	(13.1)	(6.7)	(32.0)	(16.9)	(25.4)
	Total	827.7	579.5	721.3	1,407.2	1,294.3	2,677.4
	Less : Interest	33.7	34.6	21.5	68.3	56.2	124.6
	:Other Unallocable expenditure net off unallocable (income)	(230.3)	103.1	42.1	(127.2)	279.9	844.7
	Total Profit before Tax	1,024.3	441.8	657.7	1,466.1	958.2	1,708.1
	Capital Employed						
	(Segment assets - Segment liabilities)						
3	A. Electric Cables	6,028.2	5,355.4	5,204.2	6,028.2	5,204.2	5,634.9
	B. Communication Cables	1,979.8	1,857.5	1,939.1	1,979.8	1,939.1	2,110.0
	C. Copper Rods	561.7	349.4	815.0	561.7	815.0	351.7
	D. Others	574.8	562.4	618.4	574.8	618.4	602.2
	E. Other than Segments	5,635.7	5,999.3	4,744.9	5,635.7	4,744.9	5,342.6
	Total capital employed	14,780.2	14,124.0	13,321.6	14,780.2	13,321.6	14,041.4

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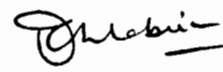
Clause 41 of the Listing Agreement For Companies (Other than Banks)		(Rs. in Million)	
Standalone / Consolidated Statement of Assets and Liabilities			
	Particulars	As at 30.09.2013	As at 31.03.2013
		(Unaudited)	(Audited)
A	EQUITY AND LIABILITIES		
	1 Shareholders funds		
	(a) Share capital	305.9	305.9
	(b) Reserves and surplus	10076.3	8937.3
	Sub-total-Shareholders funds	10382.2	9243.2
	2 Non-current liabilities		
	(a) Long-term borrowings	1475.5	1451.5
	(b) Deferred tax liabilities (net)	333.6	344.7
	(c) Other long term liabilities	16.1	13.6
	(d) Long-term provisions	572.9	528.3
	Sub-total - Non - current liabilities	2398.1	2338.1
	3 Current liabilities		
	(a) Short-term borrowings	47.3	171.1
	(b) Trade payables	558.6	632.9
	(c) Other current liabilities	1371.6	1391.2
	(d) Short-term provisions	22.4	264.9
	Sub-total - Current liabilities	1999.9	2460.1
	TOTAL - EQUITY AND LIABILITIES	14780.2	14041.4
B	ASSETS		
	1 Non-current assets		
	(a) Fixed assets	4703.6	4478.4
	(b) Non-current investments	2296.4	2173.9
	(c) Long-term loans and advances	139.1	166.5
	(d) Other non-current assets	190.8	190.8
	Sub-total - Non-current assets	7329.9	7009.6
	2 Current assets		
	(a) Current investments	842.5	1067.0
	(b) Inventories	4105.3	3296.3
	(c) Trade receivables	1235.9	1496.5
	(d) Cash and cash equivalents	608.2	398.1
	(e) Short-term loans and advances	658.4	771.8
	(f) Other current assets	0.0	2.1
	Sub-total - Current assets	7450.3	7031.8
	TOTAL - ASSETS	14780.2	14041.4

Notes:

1. Exceptional items for the quarter and half year ended 30th September 2013 represent amount received on account of settlement of claims during the quarter in respect of foreign exchange derivative transactions of the earlier years. (Exceptional items for previous periods indicate losses on account of foreign exchange derivative transactions.)
2. In line with the provisions of AS11 read with circulars and clarifications issued by Ministry of Corporate Affairs, the Company has adjusted foreign exchange loss of Rs.21.5 million for the quarter and Rs 55.5 million for the half year ended September 30, 2013 (foreign exchange gains of Rs.19.6 million for the quarter and foreign exchange loss of Rs.20.2 million for the half year ended 30th September 2012) on revaluation of foreign currency loan against the value of fixed assets purchased out of such loan.
3. The "Limited Review" of the financial results of the Company for the quarter and the half year ended September 30, 2013 has been completed by the Statutory Auditors.
4. The above financial results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 9th November, 2013.
5. Previous period's figures have been regrouped wherever necessary to conform to the current period's classification.

For and on behalf of the Board of Directors

Place : Pune
Date : 9th November, 2013


Deepak K. Chhabria
Executive Chairman

Head Office : Mumbai

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B. K. KHARE & Co.
CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

**The Board of Directors
Finolex Cables Limited**

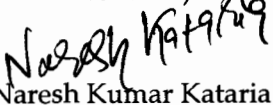
1. We have reviewed the accompanying unaudited financial results of **Finolex Cables Limited** ('the Company') for the quarter and six months ended September 30, 2013 (the "Statement") except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to clause 41 of the Listing Agreement with the Stock Exchanges in India. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on November 09, 2013 and been initialed by us for identification purposes. Our responsibility is to issue a report on the Statement 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 statement is free from material misstatements. A review is limited primarily to inquiries of Company personnel and an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 (which continues to be applicable in respect of section 133 of the Companies Act, 2013 in terms of general circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs) and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For and on behalf of

B. K. Khare & Co.

Chartered Accountants

(FRN: 105102W)


Naresh Kumar Kataria

Partner

Membership No. 37825

Pune, November 09, 2013

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FINOLEX CABLES LIMITED

PRESS RELEASE

FINOLEX CABLES LTD RESULTS

- **PBT up 56% in the quarter as compared to the corresponding period of the previous year.**

Pune, November 9th, 2013

Finolex Cables Ltd., (FCL) at the meeting of its Board of Directors held today approved results for the second quarter of the financial year 2013-14.

Net Sales for the quarter ended September 30th 2013 were Rs 5874.5 million as against Rs 5795.8 million for the corresponding period in year 2012-13. In value terms Net Sales in the current quarter shows an increase of 1% compared to the corresponding period of the previous year. In volume terms, Electrical Cables remained flat in the quarter ended September 2013, while Communication Cables grew by over 25%.

Profit for the quarter, before taxes, increased to Rs. 1024.3 million from Rs. 657.7 million in the previous year – an increase of 56%.

The Board was also informed that CRISIL has upgraded the ratings of the Company's long term facilities to "AA+" with a stable outlook.

ABOUT FCL

Finolex Cables Limited is India's largest and leading manufacturer of Electrical and Communication cables. Finolex offers a wide range of Electrical and Communication cables. Its wire and cable products are used in applications such as automobile, lighting, cable TV, telephone and computers to industrial applications touching every person in his daily life. Finolex has added Electrical Switches and Compact Flourescent Lamps (CFL) to its range of products.



FINANCIAL HIGHLIGHTS+

(Rs. in million)

	Quarter Ended 30.09.13	Quarter Ended 30.06.13	Quarter Ended 30.09.12	Year Ended 31.03.13
Net Sales / Income from Operations	5931.3	5537.6	5860.0	22706.8
Other Income	311.2	77.1	145.3	241.7
Profit before Exceptional item, Interest, Depreciation and Tax	1075.2	590.6	847.7	2529.1
Deductions for :				
• Exceptional Item	(103.8)	-	62.0	230.1
• Interest	33.7	34.6	21.5	124.6
• Depreciation	121.0	114.2	106.5	466.3
Profit before Taxation	1024.3	441.8	657.7	1708.1
Tax Expenses	(224.5)	(102.6)	(83.1)	(255.4)
Profit After Tax	799.8	339.2	574.6	1452.7

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9/11/13