

ADITYA BIRLA



AM:SJV: STEX: 16

21st July, 2016

The National Stock Exchange of India Ltd

Exchange Plaza
Bandra-Kurla Complex
Bandra East
Mumbai- 400051

Dear Sir,

Sub : Outcome of the Board Meeting held on 21st July, 2016.

In continuation of our letter dated 15th July 2016, this is to inform you that the Board of Directors of the Company at their meeting held today, inter alia, approved the following :-

Audited Consolidated Accounts of the Company for the Financial Year ended on 31st March, 2016 prepared after considering full year's audited accounts of Aditya Birla Minerals Limited ("**ABML**").

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the following :

- i. Updated Consolidated Accounts of the Company for the Financial year ended 31st March, 2016;
- ii. Audited Report on the updated Consolidated Financial Statements for Financial Year ended 31st March, 2016.

We hereby confirm that Auditor has issued unmodified i.e (unqualified) Consolidated Audit report.

The aforesaid results have been approved by the Board of Directors of the Company at their meeting held today, which commenced at 11.00 A.M. and concluded at 11.40 A.M

The above is for your information and dissemination to the public at large.

Kindly acknowledge receipt of the same

Thanking you,

Yours faithfully,

For Hindalco Industries Ltd

Anil Malik

President & Company Secretary

Encl : as above

HINDALCO INDUSTRIES LIMITED

Registered Office
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Worli, Mumbai 400030, India

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Website www.adityabirla.com
Corporate Identity No. L27020MH1958PLC011238

Independent Auditor's Report on Consolidated Year to Date Results of Hindalco Industries Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Audit report on consolidated year to date results which, inter-alia, includes full year financial statements of Aditya Birla Minerals Limited (ABML), Australia, supersedes our earlier audit report dated 28th May 2016 issued on consolidated year to date results which was then prepared considering the half yearly consolidated financial statements of ABML.

To The Board of Directors of Hindalco Industries Limited

1. We have audited the consolidated financial results ('the statement') of Hindalco Industries Limited ('the Holding Company'), its Subsidiaries (collectively referred to as 'the Group') and its Associates and Jointly Controlled Entities for the year ended 31st March 2016, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The statement has been prepared on the basis of annual consolidated financial statements which are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on the statement based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down under Section 133 of the Companies Act, 2013 ('the Act') read with rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India and in compliance with requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. 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 Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting made by the management, as well as evaluating the overall presentation of the statement. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
4. (i) We did not audit the financial statements / financial information of eleven subsidiaries, and one jointly controlled entity, whose financial statements / financial information reflect total assets of Rs. 8,766.07 crore as at 31st March, 2016, total revenue of Rs. 2,314.87 crore and total loss after tax of Rs. 85.64 crore for the year then ended on that date, as considered in the statement. The statement also include the Group's share of net profit of Rs. 180.58 crore for the year ended 31st March 2016, in respect of two associates, whose financial statements / financial information have not been audited by us. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, are based solely on the report of other auditors.



- (ii) We did not audit the consolidated financial statements / financial statements/ financial information of three foreign subsidiaries whose consolidated financial statements / financial statements reflect total assets of Rs. 66,829.65 crore (net) as at 31st March, 2016, total revenue of Rs. 65,446.49 crore and net cash flow amounting to Rs. 292.34 crore for the year then ended on that date, as considered in the consolidated financial statements. These consolidated financial statements / financial statements / financial information have been prepared by the management of the Holding Company and its subsidiaries in accordance with the generally accepted accounting principles in India and other recognized accounting policies read with Note no. 6 of the Statement and principles followed by the Holding Company. These financial statements / financial information have been audited by a firm of Chartered Accountants and have been included in the consolidated financial statements of the Group on the basis of their Fit-For-Consolidation Report ("FFC") and our opinion in respect of these foreign subsidiaries are based solely on those FFC reports.
- (iii) We did not audit the consolidated financial statements / financial statements / financial information of two foreign subsidiaries, whose consolidated financial statements / financial statements reflect total assets of Rs. 825.56 crore (net) as at 31st March, 2016, total revenue of Rs. 1,006.13 crore and loss after tax of Rs. 916.53 crore for the year ended on that date, as considered in the consolidated financial statements. These consolidated financial statements / financial statements / financial information are audited as per the local law of the respective countries and have been converted by the Management of the Holding Company into Indian GAAP, and our opinion on the consolidated financial statements in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on such financial statement /financial information which have been converted into Indian GAAP by the management to the extent possible and have been reviewed by us.
- (iv) We did not audit the financial statements / financial information of a foreign subsidiary and a jointly controlled entity, whose financial statements / financial information reflect total assets of Rs. 264.35 crore (net) as at 31st March, 2016, total revenue of Rs. 193.11 crore and loss after tax of Rs. 85.77 crore for the year ended on that date, as considered in the statement. These financial statements / financial information are audited as per the local laws of the respective country and have been converted by the management of respective subsidiary / jointly controlled entity and the Holding Company and our report in so far as it relates to the aforesaid subsidiary / jointly controlled entity, is based solely on such financial statements / financial information as certified by the management of the respective subsidiary and jointly controlled entity and have been provided to us by the management of the Holding Company.

Our opinion on the statement is not qualified in respect of the above matters with regard to our reliance on the work done and the reports of the other auditors and the financial statements/ consolidated financial statements certified by the management.



5. We draw attention to -

- (i) Note no. 6 of the statement regarding accounting policy of Novelis Inc., a wholly owned subsidiary, with respect to recognition of actuarial losses(net of deferred tax) relating to pension and other post retirement benefit plans in the Actuarial Gain/(Loss) Reserve. Had the Group followed the practice of recognition of actuarial gains/ losses on the aforesaid defined benefit plans in the Statement of Profit and Loss, Employee Benefits Expenses would have been higher by Rs. 253.75 crore (Previous year higher by Rs. 1,516.50 crore), Tax Expenses (Deferred Tax) would have been lower by Rs. 93.02 crore (Previous year lower by Rs. 452.80 crore), Minority Interest credit would have been lower by Rs. 71.71 crore (Previous year lower by Rs. 50.28 crore).
- (ii) Note no. 5 of the statement explaining that in compliance to scheme of arrangement under Section 391 to 394 of the Companies Act, 1956 approved by the Hon'ble Bombay High Court vide order dated 29th June 2009, the management of the Holding Company has during the year identified and adjusted provision for diminution in the carrying value of Investment in one of its Subsidiaries and a Jointly Controlled Entity aggregating to Rs. 35.50 crore, impairment loss of Rs. 561.70 crore (deferred tax of Rs. 194.39 crore) related to one of its cash generating units and expenses of Rs. 279.46 crore for exited project, against Business Reconstruction Reserve.

Had the impact of paragraph 5(i) and (ii) be considered, the reported consolidated profit before tax of Rs. 559.56 crore and profit after tax and minority interest of Rs. 44.81 crore respectively, would have been converted in to consolidated loss before tax of Rs. 642.57 crore and loss after tax and minority interest of Rs. 869.91 crore. Further, consolidated share of minority interest would have been Rs. 377.29 crore (loss) against reported minority share of Rs. 449.00 crore (loss).

Our opinion on the statement is not qualified in respect of above matters.

6. In our opinion and to the best of our information and according to the explanations given to us the Statement:

- (i) Includes the financial results of entities given below:

List of Subsidiaries - Utkal Alumina International Limited, Utkal Alumina Technical & General Services Limited, Suvas Holdings Limited, Minerals & Minerals Limited, Renuka Investments & Finance Limited, Renukeshwar Investments & Finance Limited, Lucknow Finance Company Limited, Tubed Coal Mines Limited, Mauda Energy Limited, East Cost Bauxite Mining Company Private Limited, Hindalco - Almex Aerospace Limited, Hindalco Guinea SARL, Hindalco Do Brasil Industria e Comercio de Alumina Ltda , AV Minerals (Netherlands) N. V., AV Metals Inc., Novelis Inc. (Consolidated), Dahej Harbour and Infrastructure Limited, Birla Resources Pty Limited, Aditya Birla Minerals Limited (Consolidated).

List of Associates and Jointly Controlled Entity - Idea Cellular Limited (Consolidated), Aditya Birla Science & Technology Company Private Limited, Mahan Coal Limited, MNH Shakti Limited, Hydromine Global Minerals GMBH Limited (Consolidated).



- (ii) is 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 net profit and other financial information for the year ended 31st March 2016.

For SINGHI & CO.

Chartered Accountants

Firm Registration No. 302049E

Rajiv Singh

(RAJIV SINGHI)

Partner

Membership No.53518

Place: Mumbai

Date: 21st July, 2016



ADITYA BIRLA**HINDALCO INDUSTRIES LIMITED**

Regd. Office: "Century Bhavan", 3rd Floor, Dr. Annie Besant Road, Worli, Mumbai-400 030

Website: www.hindalco.com, E mail: hindalco@adityabirla.com, Corporate Identity No. L27020MH1958PLC011238

Statement of Consolidated Audited Results for the year ended 31st March, 2016

Particulars	(₹ Crore)	
	Year ended 31/03/2016 (Audited)	Year ended 31/03/2015 (Audited)
1 Revenue from Operations	100,042.16	104,281.10
(a). Net Sales	99,419.53	103,537.43
(b). Other Operating Revenues	622.63	743.67
2 Expenses	95,537.82	98,927.09
(a). Cost of Materials Consumed	58,100.95	66,133.05
(b). Purchases of Stock-in-Trade	1.48	36.55
(c). Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	1,285.22	(1,237.89)
(d). Employee Benefits Expenses	8,238.34	7,991.23
(e). Power and Fuel	9,316.92	8,378.56
(f). Depreciation and Amortization (including Impairment)	4,287.19	3,590.56
(g). Other Expenses	14,307.72	14,035.03
3 Profit from Operations before Other Income and Finance Costs	4,504.34	5,354.01
4 Other Income	1,215.30	1,104.74
5 Profit before Finance Costs	5,719.64	6,458.75
6 Finance Costs	5,048.94	4,178.42
7 Profit before Exceptional Items and Tax	670.70	2,280.33
8 Exceptional Items (Net)	576.53	1,940.10
9 Profit before Tax	94.17	340.23
10 Tax Expenses	514.75	256.38
11 Profit/ (Loss) for the period from Continuing Operations	(420.58)	83.85
12 Profit/ (Loss) from Discontinuing Operations	(158.51)	-
13 Profit before Minority Interest and Share in Associates	(579.09)	83.85
14 Share in Profit/ (Loss) of Associates (Net)	174.90	174.70
15 Profit before Minority Interest	(404.19)	258.55
16 Minority Interest in Profit/ (Loss) (Net)	(449.00)	(595.66)
17 Net Profit for the Period	44.81	854.21
18 Paid-up Equity Share Capital (Face Value ₹ 1/- per Share)	206.52	206.52
19 Reserve excluding Revaluation Reserves	38,207.28	38,122.02
20 Earnings per Share of ₹ 1/- each		
(a). Basic (₹)	0.22	4.14
(b). Diluted (₹)	0.22	4.13

Segment-wise Consolidated Revenue, Results and Capital Employed for the year ended 31st March, 2016

Particulars	(₹ Crore)	
	Year ended 31/03/2016 (Audited)	Year ended 31/03/2015 (Audited)
1. Segment Revenue		
(a) Aluminium	82,812.11	83,139.49
(b) Copper	17,245.65	20,492.34
(c) Others *	-	1,125.70
	100,057.76	104,757.53
Less: Inter Segment Revenue	(15.60)	(476.43)
Revenue from Operations	100,042.16	104,281.10
2. Segment Results		
(a) Aluminium	3,545.78	4,226.40
(b) Copper	1,367.37	1,340.19
(c) Others *	-	189.68
	4,913.15	5,756.27
Less: Finance Costs	(5,048.94)	(4,178.42)
	(135.79)	1,577.85
Add: Other unallocated Income net of unallocated Expenses	806.49	702.48
Profit before Exceptional Items and Tax	670.70	2,280.33
Exceptional Items	(576.53)	(1,940.10)
Profit before Tax	94.17	340.23
3. Capital Employed		
(a) Aluminium	86,579.96	88,684.70
(b) Copper	6,538.47	6,602.15
(c) Others *	-	1,612.51
	93,118.43	96,899.36
Unallocated/ Corporate	14,932.41	13,408.02
Total Capital Employed	108,050.84	110,307.38



* Aditya Birla Chemicals (India) Limited, a subsidiary of the Company in business of producing & selling Casustic, included as part of "Others" for Segment Reporting purpose, ceases as subsidiary from 1st April, 2015. (refer Note No. 3)



HINDALCO INDUSTRIES LIMITED

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Notes:

1. Statement of Consolidated Assets and Liabilities are given below:

		(₹ Crore)	
	Particulars	As at 31/03/2016	As at 31/03/2015
A.	<u>EQUITY AND LIABILITIES</u>		
1	Shareholders' Funds	38,413.80	38,328.54
	(a). Share Capital	206.52	206.52
	(b). Reserves and Surplus	38,207.28	38,122.02
2	Minority Interest	388.80	956.11
3	Non Current Liabilities	69,659.21	66,711.64
	(a). Long-term Borrowings	58,176.16	55,386.18
	(b). Deferred Tax Liabilities (Net)	3,330.34	3,948.14
	(c). Other Long-term Liabilities	797.70	815.03
	(d). Long-term Provisions	7,355.01	6,562.29
4	Current Liabilities	31,699.62	37,142.58
	(a). Short-term Borrowings	8,768.59	11,671.98
	(b). Trade Payables	14,122.10	15,500.52
	(c). Other Current Liabilities	6,943.31	8,313.75
	(d). Short-term Provisions	1,865.62	1,656.33
		140,161.43	143,138.87
B.	<u>ASSETS</u>		
1	Non-Current Assets	95,042.45	95,887.07
	(a). Fixed Assets	70,875.82	72,909.83
	(b). Goodwill on Consolidation	13,985.24	13,160.20
	(c). Non Current Investments	6,558.36	5,726.41
	(d). Deferred Tax Assets (Net)	1,599.77	1,392.96
	(e). Long-term Loans and Advances	1,521.90	2,368.66
	(f). Other Non-Current Assets	501.36	329.01
2	Current Assets	45,118.98	47,251.80
	(a). Current Investments	7,765.51	6,619.93
	(b). Inventories	16,730.96	18,451.13
	(c). Trade Receivables	7,941.35	9,186.43
	(d). Cash and Bank Balances	4,312.02	5,308.99
	(e). Short-term Loans and Advances	4,831.36	5,204.37
	(f). Other Current Assets	3,537.78	2,480.95
		140,161.43	143,138.87



2. Exceptional Items (Net) include impairment of Fixed Assets ₹ 450.91 crore and write down in value of inventories ₹ 125.62 crore of Birla Nifty Pty Limited, a subsidiary of the Company, as a result of potential decrease in Cu grade in the ore for remaining life of the mine, economically unviable of recovery of copper and change in macro economic conditions.
3. Consequent to approval of Scheme of Amalgamation of Aditya Birla Chemicals (India) Limited (ABCIL), a subsidiary of the Company, with Grasim Industries Limited (Grasim) by the respective Hon'ble High Courts, the amalgamation has since been approved by the Board of Directors of Grasim to make it effective from 1st April, 2015. Accordingly, current year's result of ABCIL has not been included in consolidated results of the Company. However, for the year ended 31st March, 2015, group's share in ABCIL's net profit was ₹ 20.38 crore and to the extent current year's consolidated profit is not comparable.
4. (a). Aditya Birla Minerals Limited (ABML), one of subsidiaries of the Company, sold Mt Gordon operation to Lighthouse Minerals Holdings Pty Limited (Lighthouse) by way of sale of its 100% shareholding in Birla Mt.

Gordon Pty Limited to Lighthouse. The signing of the sale transaction occurred on 20th September, 2015 and the completion of the transaction took place on 27th October, 2015 subsequent to fulfillment of all conditions precedent. The results of Mt Gordon have been reported as a discontinued operation which details are given below:

Particulars	(₹ Crore)
Other Income	0.81
Finance Costs	(3.48)
Depreciation and Amortization (including Impairment)	(143.18)
Other Expenses	(12.66)
Profit/ (Loss) before Tax	(158.51)
Tax Expenses	-
Net Profit/ (Loss)	(158.51)

(b). Metals X Limited, a listed company in Australia, made a takeover offer for shares of ABML. As per the offer, the shareholders of ABML will receive A\$ 0.08 per share of ABML in cash and 1 share of Metals X Limited for every 4.5 shares of ABML. The Company has accepted the said offer on 19th July, 2016 in respect of its entire shareholding of ABML.

5. Following adjustments have been carried out in year ended on 31st March, 2016 against Business Reconstruction Reserve (BRR) as enjoined in the scheme of financial restructuring approved by the Hon'ble High Court of Bombay (the Scheme) under Sections 391 to 394 of the Companies Act, 1956 during the year 2008-09:

Particulars	(₹ Crore)
1. Expenses on exited Projects	279.46
2. Impairment loss of Fixed Assets (Net of deferred tax ₹ 194.39 crore)	367.31
3. Provision for diminution in carrying value of Investments	35.50
	682.27

Had the Scheme not prescribed aforesaid treatment, the impact on Results and Earnings per Share (EPS) would have been as under:

- (a) Consolidated Net Profit for the year ended 31st March, 2016 lower by ₹ 682.27 crore.
(b) Consolidated Basic and Diluted EPS for the year ended 31st March, 2016 lower by ₹ 3.30.

6. In accordance with the accounting policy for accounting of actuarial gains or losses relating to pension and other post retirement employee benefit plans of Novelis Inc., the Group has recognised actuarial gains/ losses (net of deferred tax) in the 'Actuarial Gain/ (Loss) Reserve' under Reserves and Surplus in its Consolidated Financial Statements. Had the Group followed the practice of recognition of actuarial gains/ losses on the aforesaid defined benefit plans in the Statement of Profit and Loss, Employee Benefits Expenses would have been higher by ₹ 254 crore (previous year higher by ₹ 1,516 crore), Tax Expenses (Deferred Tax) would have been lower by ₹ 93 crore (previous year lower by ₹ 453 crore), Minority Interest credit would have been lower by ₹ 72 crore (Previous year lower by ₹ 50 crore), Net Profit for the year would have been lower by ₹ 232 crore (previous year lower by ₹ 1,064 crore).
7. The Board of Directors of the Company in the meeting held on 28th May, 2016 have recommended dividend of ₹ 1 per share aggregating to ₹ 249 crore (including dividend distribution tax of ₹ 42 crore) for the year ended 31st March, 2016.
8. Consolidated Financial Statements (CFS) of the Company for the year ended 31st March, 2016 were approved by the Board of Directors on 28th May, 2016 which incorporated accounts of Aditya Birla Minerals Limited (ABML), Australia, a subsidiary of the Company, for six months ended 30th September, 2015, as full year accounts of ABML were not available at that time. ABML has subsequently finalized its accounts for the year ended 31st March, 2016. Accordingly, it has been considered appropriate to update the CFS for the year ended 31st March 2016 based on full year accounts of ABML. This CFS has been reviewed by the Audit Committee and approved by the Board of Directors of the Company in its meeting held on 21st July, 2016.
9. Figures of previous periods have been regrouped wherever necessary.

Place: Mumbai
Dated: 21st July, 2016



By and on behalf of the Board

D. Bhattacharya
D. Bhattacharya
Managing Director