



Innoventive Industries Ltd.

Corporate Office: Office No. 601 - 602, 6th Floor, Nucleus Mall,
1 Church Road, Camp, Pune - 411 001. Maharashtra (INDIA)
Tele/Fax : +91 20 66203549 Website: www.innoventive.in

Factory : Gat No. 56/3, 4, 5, Village Pimple Jagtap, Tal. Shirur, Dist. Pune - 412 208.
Maharashtra (INDIA) Tel : +91 2137617042. CIN L29309 PN 1991 PLC 063045

August 13, 2016

To,

National Stock Exchange of India Limited

Listing Department

Exchange Plaza,

Plot No. C/1, G Block,

Bandra - Kurla Complex,

Bandra (E), Mumbai – 400051

Tel: 022-26598235/36, 26598346

Fax: 022-26598237/38 and 022-26598347/48

Symbol: INNOIND

Bombay Stock Exchange Limited

Corporate Service Department

Phiroze Jeejeebhoy Towers,

Dalal Street, Mumbai – 400001

Tel: 022-22728398

Fax: 022-22722037/39/41/61

Script Code: 533402

Dear Sir / Madam,

SUB: Outcome of Board Meeting held on August 13, 2016

Pursuant to Regulation 30 of the SEBI (LODR) Regulations, 2015, we would like to intimate your esteemed exchange that the Board of Directors of the company has, in its meeting commenced at 5.00 p.m. and concluded at 5.30 p.m. has transacted the following

1. Approved the Unaudited Standalone Financial Result for quarter ended June 30, 2016, read with Limited Review Report issued by Statutory Auditors pursuant to Regulation 33 of SEBI (Listing Obligation & Disclosure Requirements) Regulations 2015. Copy of Results and Limited Review Report enclosed)
2. Approved holding of ensuing 25th Annual General Meeting of the members of Company ('AGM') on Monday 26th September 2016 at Gat No. 56/4/5, Pimple Jagtap, Taluka-Shirur, District Pune- 412 208.
3. Approved Closure of Register of Members and Share Transfer Books of the Company during the period from Monday, September 19, 2016 to Monday September 26, 2016 (both days inclusive) for the purpose of ensuing AGM.

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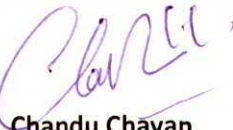
4. Approved The Notice to the Members for the ensuing 25th Annual General Meeting ('AGM') of the Company scheduled to be held on September 26, 2016.
5. Approved the Report of the Directors to the Members of the Company to be published in the Annual Report for the financial year 2015-16.
6. The Board of Directors also went through the other important parts of the Annual Report and approved the same.

The complete set of Annual Report and the Notice convening the 25th AGM will be sent to the Stock Exchanges in due course.

Please acknowledge the receipt.

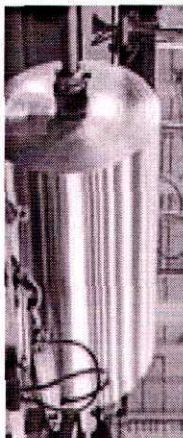
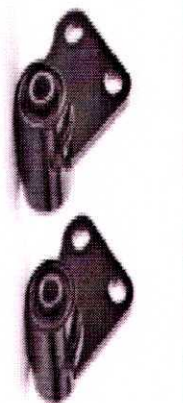
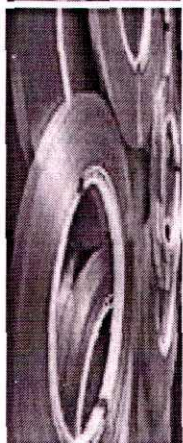
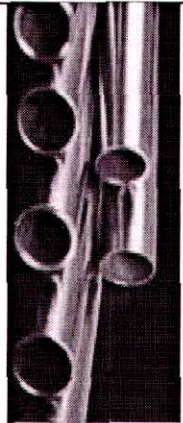
Thanking you
Yours truly,

For Innoventive Industries Limited


Chandu Chavan
Managing Director
DIN 00035213

Encl: As above

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INNOVENTIVE INDUSTRIES LIMITED
Registered Office : Gat No. 56/4/5, Pimple lagrap, Taluka - Shirur, Pune
District - Pune 412208
CIN : L29309PN1991PLC063045



Standalone Un-Audited Financial Results For The Quarter Ended June 30th, 2016

Particulars	Standalone			
	30.06.2016 (Un-Audited)	Quarter Ended 31.03.2016 (Un-Audited)	30.06.2015 (Un-Audited)	Year Ended 31.03.2016 (Audited)
1 Income from operations				
(a) Net sales	7,753.22	9,095.28	7,478.68	33,486.07
(b) Other operating income	14.81	15.52	8.56	35.45
Total income from operations (net)	7,768.03	9,110.80	7,487.24	33,521.52
2 Expenses				
(a) Cost of materials consumed	5,679.14	5,482.48	5,446.67	23,010.18
(b) Purchases of stock-in-trade	7.02	356.00	-	356.00
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(155.02)	287.42	(367.66)	(165.95)
(d) Employee benefits expense	522.53	648.38	690.83	2,714.04
(e) Depreciation	1,568.92	1,555.56	1,568.94	6,287.13
(f) Foreign exchange loss / (gain) (net)	(15.27)	(73.32)	163.41	(73.32)
(g) Other expenses	3,905.20	2,068.40	1,328.30	5,962.66
Total expenses	11,512.52	10,324.92	8,830.48	38,090.74
Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(3,744.49)	(1,214.12)	(1,343.24)	(4,569.22)
4 Other income	27.74	194.60	60.66	314.98
Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(3,716.75)	(1,019.52)	(1,282.58)	(4,254.24)
6 Finance costs (net)	3,297.85	3,143.09	3,065.93	13,242.93
Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(7,014.60)	(4,162.61)	(4,348.50)	(17,497.17)
8 Exceptional items	-	-	-	-
Profit / (Loss) from ordinary activities before tax (7+8)	(7,014.60)	(4,162.61)	(4,348.50)	(17,497.17)
10 Tax expense	-	-	-	-
Net Profit / (Loss) from ordinary activities after tax (9-10)	(7,014.60)	(4,162.61)	(4,348.50)	(17,497.17)
12 Less: Minority Interest in Net Income of subsidiaries	-	-	-	-
Net Profit after taxes, minority interest and share of profit / (loss) of associates (11-12)	(7,014.60)	(4,162.61)	(4,348.50)	(17,497.17)
12 Paid-up equity share capital (Face value of ₹ 10 each)	5,964.40	5,964.40	5,964.40	5,964.40
13 Reserves excluding Revaluation Reserves	(47,101.00)	(40,086.40)	(26,937.72)	(40,086.40)
Basic and Diluted Earnings per share (₹)	(11.76)	(6.98)	(7.29)	(29.34)

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Segment-wise revenue, results and capital employed

Particulars	Standalone			
	Quarter ended			Year ended
	30.06.2016 (Un-Audited)	31.03.2016 (Un-Audited)	30.06.2015 (Un-Audited)	
1 Segment revenue				
Motor Vehicle parts	5,817.39	6,411.25	5,742.78	25,255.02
Tubes & Products	1,856.05	2,674.53	1,692.87	8,048.22
Cold Rolled Coils	-	-	-	-
Oil & Gas	-	-	-	-
Others	79.75	25.01	43.02	218.28
Total	7,753.20	9,110.80	7,478.68	33,521.52
2 Segment profit / (loss) before tax and financing cost				
Motor Vehicle parts	329.45	781.73	761.14	2,971.09
Tubes & Products	(1,496.77)	(1,372.31)	(1,673.64)	(6,020.26)
Cold Rolled Coils	-	-	-	-
Oil & Gas	-	-	-	-
Others	(6.77)	(7.05)	(1.09)	(11.88)
Total	(1,174.09)	(597.63)	(913.59)	(3,061.05)
Profit / (Loss) before finance costs	(1,174.09)	(597.63)	(913.59)	(3,061.05)
Less: Financing cost	3,297.85	3,143.09	3,065.93	13,242.93
Less: Exceptional Items	-	-	-	-
Less: Other Un-allocable (Net)	2,542.66	420.08	366.89	1,188.96
Profit / (Loss) before tax	(7,014.60)	(4,160.79)	(4,346.41)	(17,492.94)
3 Capital employed				
Motor Vehicle parts	9,184.27	8,854.82	6,644.87	8,854.82
Tubes & Products	42,094.52	43,591.30	47,937.92	43,591.30
Cold Rolled Coils	-	-	-	-
Oil & Gas	-	-	-	-
Others	(7,129.62)	(7,122.85)	(7,112.06)	(7,122.85)
Unallocable	(85,220.13)	(79,379.67)	(68,378.41)	(79,379.67)
Total	(41,070.96)	(34,056.41)	(20,907.68)	(41,070.96)

[Handwritten Signature]



NOTES

1 The above audited financial results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors in their meeting held on 13th August, 2016

2 The results for the quarter ended June 2016 have been "Limited Reviewed" by the Statutory Auditors of the Company.

3 The net worth of the company has been fully eroded and the company has incurred a further loss of Rs.7,014.60 lacs. However, The financial statements of the company are continued to be prepared on the going concern basis as the management is hopeful of turnaround in the operations due to expected improvement in power and auto sector. The Company is implementing various long-term measures to improve its product offering and enhancing customer base. The Company has undertaken a comprehensive review of its current network to maximize profitability and improve efficiency in its operations. The Company is also implementing various measures to optimize plant utilization, improving operational efficiencies, renegotiation of contracts and other cost control measures to improve the Company's operating results and cash flows.

4 Other expenses include Provision for Diminution in value of investments in Subsidiaries of Rs.2,160.00 lacs provided for during the quarter ended June 30,2016

5 The Auditors in their report have made the following qualification:-

i. The Company has not made following provisions

a. Stock of slow and/non-moving of stores, raw materials, semi-finished and finished goods valued at Rs. 1,900 Lacs approximately;

b. Debts and loans & advances due from subsidiary amounting to Rs. 3,491.05 Lacs and Rs. 1,420.50 Lacs respectively

c. iii. Debts and Loans /advances due from other parties amounting to Rs. 804.32 lacs and Rs. 6,941.26 lacs

ii. There are unreconciled net bank balances aggregating Rs. 140.67 lacs for a period exceeding one year which will impact the financial position. We are unable to comment on the ultimate loss which may realize on reconciliation of these balances.

We are unable to comment on ultimate loss which may arise on realization of these balances. Had the above amounts been fully provided for in the quarter ended March 31, 2016 the loss would have been higher by Rs 14,557.13 Lacs with consequent impact on net worth as on that date

The Company's Reply to above qualification is as under:

I) The company is making various products for export and domestic market. The Company has to maintain delivery on time and hence sometimes it results into longer cycles. Being an auto component Supplier, we are under obligation to keep stock as spare parts for a longer time. We are fairly compensated in price and customers are taking entire responsibility of buying the products. Accordingly the Company is of the view that no provision for slow / Non-moving stock is required, however, is in the process to assess the net realisable value of such stocks and will give necessary effect in the accounts accordingly.

II) The Company is making full efforts for recovery of debts and loans & advances. We have received commitments to get the money back or equivalent value materials from them over a period of time. Based on the efforts and steps taken by the company, we are of the view that the said debts and loans & advances fully recoverable and no provision is required in respect thereof.

III) The company entered into Master Restructuring Agreement dated 28th September, 2014 with banks under the Corporate Debt Restructuring Scheme ("CDR") pursuant to which certain funds were to be released to the company. However, the said scheme hadn't been implemented by certain bankers resulting in un-reconciled balances as well. Accordingly, the balances pertaining to fund, non fund based and term loans of certain banks are subject to reconciliation of such pending items

6 Previous year's/ quarter's figures have been regrouped wherever required.

Place : Pune
Date: August 13, 2016

BY ORDER OF THE BOARD OF DIRECTORS
For Innovative Industries Limited

Chandur Chavan
Chairman and Managing Director




**To Board of Directors of
Innoventive Industries Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Innoventive Industries Limited for the quarter ended June 30, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements 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 statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures 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.
2. *Without qualifying our report, we draw attention to the Note 3 to the Financials Results, that the Company has accumulated losses and its net worth has been fully eroded, the Company has incurred a net loss during quarter ended June 30, 2016 aggregating ₹7,014.60 Lacs The Company's current liabilities exceeded its current assets as at the balance sheet date. Further, the company has defaulted on dues of various banks.*
These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis.
3. The Company has not provided for the following:
 - i. Stock of slow and/non -moving of stores, raw materials, semi-finished and finished goods valued at ₹1,900 Lacs approximately
 - ii. Debts due from subsidiary amounting to ₹ 3,491.05 Lacs and Loans and advances amounting to ₹ 1,420.50 Lacs
 - iii. Debts and Loans /advances due from other parties amounting to ₹ 804.32 lacs and ₹ 6941.26 lacs

We are unable to comment on ultimate loss which may arise on realization of these balances Had the above amounts been fully provided for in the quarter ended June, 30 2016 loss would have been higher by ₹14,557.13Lacs with consequent impact on net worth as on that date.

4. There are unreconciled net bank balances aggregating ₹140.67 lacs for a period exceeding one year which will impact the financial position. We are unable to comment on the ultimate loss which may realize on reconciliation of these balances.



Based on our review conducted as above, except for the matters stated in Paragraphs 3 and 4 above and the possible cumulative effect of the same on the financial results for the quarter ended June 30, 2016 which is material, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Bharat J Rughani & Co**
Chartered Accountant
FRN : 101220W



CA Akash Rughani
Partner
M No : 139664