

# MRF LIMITED

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## PART I

### Financial Results for the Quarter and the Year ended 30th SEPTEMBER, 2014

| PARTICULARS                                                                                         | Quarter Ended |         |               |         | Year Ended    |                |                |                | CONSOLIDATED FINANCIAL RESULTS |         |            |         |
|-----------------------------------------------------------------------------------------------------|---------------|---------|---------------|---------|---------------|----------------|----------------|----------------|--------------------------------|---------|------------|---------|
|                                                                                                     | 30.09.2014    |         | 30.06.2014    |         | 30.09.2013    |                | 30.09.2014     |                | 30.09.2014                     |         | 30.09.2013 |         |
|                                                                                                     | Unaudited     | Audited | Unaudited     | Audited | Unaudited     | Audited        | Unaudited      | Audited        | Unaudited                      | Audited | Unaudited  | Audited |
| <b>1 Income from Operations</b>                                                                     |               |         |               |         |               |                |                |                |                                |         |            |         |
| (a) Gross Sales/Income from Operations                                                              | 373009        |         | 370940        |         | 345221        | 1464094        | 1344475        | 1478897        | 1357460                        |         |            |         |
| Less:Excise duty                                                                                    | 37018         |         | 37410         |         | 30651         | 145121         | 132196         | 146753         | 133475                         |         |            |         |
| Net Sales/Income from Operations                                                                    | 335991        |         | 333530        |         | 314570        | 1318973        | 1212279        | 1332144        | 1223985                        |         |            |         |
| (b) Other Operating Income                                                                          | 121           |         | 168           |         | 175           | 785            | 837            | 785            | 837                            |         |            |         |
| <b>Total income from operations ( net)</b>                                                          | <b>336112</b> |         | <b>333698</b> |         | <b>314745</b> | <b>1319758</b> | <b>1213116</b> | <b>1332929</b> | <b>1224822</b>                 |         |            |         |
| <b>2 Expenses</b>                                                                                   |               |         |               |         |               |                |                |                |                                |         |            |         |
| a) Cost of materials consumed                                                                       | 205700        |         | 199004        |         | 204635        | 829890         | 780083         | 838003         | 787008                         |         |            |         |
| b) Purchases of stock-in-trade                                                                      | 727           |         | 726           |         | 5777          | 6122           | 12513          | 6206           | 12513                          |         |            |         |
| c) Changes in inventories of finished goods, work-in-progress and stock-in-trade                    | (6520)        |         | 12988         |         | (9271)        | 1918           | (2673)         | 1441           | (2758)                         |         |            |         |
| d) Employee benefits expense                                                                        | 18033         |         | 19124         |         | 18042         | 73269          | 60349          | 74239          | 61174                          |         |            |         |
| e) Depreciation and amortisation expense                                                            | 11103         |         | 10631         |         | 9672          | 42309          | 37293          | 42388          | 37370                          |         |            |         |
| f) Other Expenses                                                                                   | 57421         |         | 52948         |         | 51991         | 215765         | 186180         | 218863         | 188874                         |         |            |         |
| <b>Total Expenses</b>                                                                               | <b>286464</b> |         | <b>295421</b> |         | <b>280846</b> | <b>1169273</b> | <b>1073745</b> | <b>1181140</b> | <b>1084181</b>                 |         |            |         |
| <b>3 Profit from Operations before Other Income, finance costs and exceptional items (1-2)</b>      | <b>49648</b>  |         | <b>38277</b>  |         | <b>33899</b>  | <b>150485</b>  | <b>139371</b>  | <b>151789</b>  | <b>140641</b>                  |         |            |         |
| 4 Other Income                                                                                      | 2488          |         | 2005          |         | 1235          | 6562           | 2903           | 6690           | 2507                           |         |            |         |
| <b>5 Profit from Ordinary activities before finance costs and exceptional items (3+ (-) 4)</b>      | <b>52136</b>  |         | <b>40282</b>  |         | <b>35134</b>  | <b>157047</b>  | <b>142274</b>  | <b>158479</b>  | <b>143148</b>                  |         |            |         |
| 6 Finance costs                                                                                     | 5645          |         | 5360          |         | 4860          | 23158          | 19594          | 23170          | 19607                          |         |            |         |
| <b>7 Profit from Ordinary activities after finance costs but before exceptional items (5+/-) 6)</b> | <b>46491</b>  |         | <b>34922</b>  |         | <b>30274</b>  | <b>133889</b>  | <b>122680</b>  | <b>135309</b>  | <b>123541</b>                  |         |            |         |
| 8 Exceptional Items                                                                                 | -             |         | -             |         | -             | -              | -              | -              | -                              |         |            |         |
| <b>9 Profit from Ordinary activities before tax ( 7 +/(-) 8)</b>                                    | <b>46491</b>  |         | <b>34922</b>  |         | <b>30274</b>  | <b>133889</b>  | <b>122680</b>  | <b>135309</b>  | <b>123541</b>                  |         |            |         |
| 10 Tax Expense                                                                                      | 14800         |         | 11900         |         | 11864         | 44100          | 42459          | 44476          | 42680                          |         |            |         |
| <b>11 Net Profit from ordinary activities after tax ( 9-10)</b>                                     | <b>31691</b>  |         | <b>23022</b>  |         | <b>18410</b>  | <b>89789</b>   | <b>80221</b>   | <b>90833</b>   | <b>80861</b>                   |         |            |         |
| 12 Extraordinary Items                                                                              | -             |         | -             |         | -             | -              | -              | -              | -                              |         |            |         |
| <b>13 Net Profit for the period ( 11 +/(-) 12)</b>                                                  | <b>31691</b>  |         | <b>23022</b>  |         | <b>18410</b>  | <b>89789</b>   | <b>80221</b>   | <b>90833</b>   | <b>80861</b>                   |         |            |         |
| 14 Share of Minority Interest                                                                       | -             |         | -             |         | -             | -              | -              | -              | -                              |         |            |         |
| <b>15 Net Profit (13+/-)14)</b>                                                                     | <b>31691</b>  |         | <b>23022</b>  |         | <b>18410</b>  | <b>89789</b>   | <b>80221</b>   | <b>90832</b>   | <b>80860</b>                   |         |            |         |
| 16 Paid-up Equity Share Capital (Face value of Rs. 10/- each)                                       | 424           |         | 424           |         | 424           | 424            | 424            | 424            | 424                            |         |            |         |
| 17 Paid-up Debt Capital of the Company *                                                            | 63500         |         | 63500         |         | 70000         | 63500          | 70000          | 63500          | 70000                          |         |            |         |
| 18 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year          | -             |         | -             |         | -             | 451340         | 364090         | 453631         | 365120                         |         |            |         |
| 19 Debenture Redemption Reserve(Cumulative)                                                         | 8177          |         | 7606          |         | 7526          | 8177           | 7526           | 8177           | 7526                           |         |            |         |
| 20 Earnings Per Share (Face value Rs. 10/- each)                                                    | 747.24        |         | 542.82        |         | 434.08        | 2117.09        | 1891.49        | 2141.69        | 1906.58                        |         |            |         |
| Basic and diluted EPS (Rs. Per Share)                                                               | -             |         | -             |         | -             | 0.29           | 0.31           | 0.29           | 0.31                           |         |            |         |
| 21 Debt Equity Ratio**                                                                              | -             |         | -             |         | -             | 6.10           | 8.88           | 6.15           | 8.93                           |         |            |         |
| 22 Debt Service Coverage Ratio***                                                                   | -             |         | -             |         | -             | 8.86           | 9.42           | 7.93           | 9.47                           |         |            |         |
| 23 Interest Service Coverage Ratio****                                                              | -             |         | -             |         | -             | -              | -              | -              | -                              |         |            |         |
| See accompanying Notes to the financial results                                                     |               |         |               |         |               |                |                |                |                                |         |            |         |

(Rs. Lakhs)

## PART II

## Select Information for the Quarter and the Year ended 30th SEPTEMBER, 2014

| PARTICULARS                                                         | Quarter Ended             |                           |                           | Year Ended              |                         |
|---------------------------------------------------------------------|---------------------------|---------------------------|---------------------------|-------------------------|-------------------------|
|                                                                     | 30.09.2014<br>(Unaudited) | 30.06.2014<br>(Unaudited) | 30.09.2013<br>(Unaudited) | 30.09.2014<br>(Audited) | 30.09.2013<br>(Audited) |
| <b>A PARTICULARS OF SHAREHOLDING</b>                                |                           |                           |                           |                         |                         |
| 1 Public Shareholding -                                             |                           |                           |                           |                         |                         |
|                                                                     | No. of Shares             |                           |                           |                         |                         |
|                                                                     | % of Shareholding         |                           |                           |                         |                         |
| 2 Promoters and promoter group Shareholding                         |                           |                           |                           |                         |                         |
| a) Pledged/Encumbered                                               |                           |                           |                           |                         |                         |
| - No. of Shares                                                     | 3083366                   | 3081360                   | 3083103                   | 3083366                 | 3083103                 |
| - (As a % of the total shareholding of promoter and promoter group) | 72.70%                    | 72.65%                    | 72.70%                    | 72.70%                  | 72.70%                  |
| - (As a % of the total share capital of the Company)                | 6550                      | 6550                      | 6550                      | 6550                    | 6550                    |
|                                                                     | 0.57%                     | 0.56%                     | 0.57%                     | 0.57%                   | 0.57%                   |
|                                                                     | 0.15%                     | 0.16%                     | 0.15%                     | 0.15%                   | 0.15%                   |
| b) Non-encumbered                                                   |                           |                           |                           |                         |                         |
| - No. of Shares                                                     | 1151227                   | 1153233                   | 1151490                   | 1151227                 | 1151490                 |
| - (As a % of the total shareholding of promoter and promoter group) | 99.43%                    | 99.44%                    | 99.43%                    | 99.43%                  | 99.43%                  |
| - (As a % of the total share capital of the Company)                | 27.15%                    | 27.19%                    | 27.15%                    | 27.15%                  | 27.15%                  |

|                                                |                                     |
|------------------------------------------------|-------------------------------------|
| <b>Particulars</b>                             | <b>Quarter ended<br/>30.09.2014</b> |
| <b>B INVESTOR COMPLAINTS</b>                   |                                     |
| Pending at the beginning of the quarter        | Nil                                 |
| Received during the quarter                    | 3                                   |
| Disposed of during the quarter                 | 3                                   |
| Remaining unresolved at the end of the quarter | Nil                                 |

## Standalone

## Consolidated

| Standalone/ Consolidated Statement of Assets and Liabilities |  | Particulars                   |                               |                               |                               |
|--------------------------------------------------------------|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
|                                                              |  | As at 30.09.2014<br>(Audited) | As at 30.09.2013<br>(Audited) | As at 30.09.2014<br>(Audited) | As at 30.09.2013<br>(Audited) |
| <b>A EQUITY AND LIABILITIES</b>                              |  |                               |                               |                               |                               |
| <b>1 Shareholders' funds</b>                                 |  |                               |                               |                               |                               |
| a) Share Capital                                             |  | 424                           | 424                           | 424                           | 424                           |
| b) Reserves and Surplus                                      |  | 451340                        | 364090                        | 453531                        | 365120                        |
| <b>Sub-total- shareholders' funds</b>                        |  | 451764                        | 364514                        | 453955                        | 365544                        |
| Minority Interest                                            |  |                               |                               | 11                            | 10                            |
| <b>2 Non-current liabilities</b>                             |  |                               |                               |                               |                               |
| (a) Long-term borrowings                                     |  | 119875                        | 95246                         | 119875                        | 95243                         |
| (b) Deferred tax liabilities (net)                           |  | 23531                         | 22231                         | 23547                         | 22237                         |
| (c) Other long-term liabilities                              |  | 114484                        | 104323                        | 114484                        | 104323                        |
| (d) Long-term provisions                                     |  | 9185                          | 7524                          | 9200                          | 7535                          |
| <b>Sub-total- Non-current liabilities</b>                    |  | 267075                        | 229324                        | 267106                        | 229338                        |
| <b>3 Current Liabilities</b>                                 |  |                               |                               |                               |                               |
| (a) Short-term borrowings                                    |  | 61625                         | 47623                         | 61625                         | 47623                         |
| (b) Trade payables                                           |  | 113972                        | 102143                        | 115030                        | 102875                        |
| (c) Other current liabilities                                |  | 53929                         | 55223                         | 54268                         | 55466                         |
| (d) Short-term provisions                                    |  | 31331                         | 26907                         | 31404                         | 27042                         |
| <b>Sub-total-Current Liabilities</b>                         |  | 260857                        | 231896                        | 262327                        | 233006                        |
| <b>TOTAL- EQUITY AND LAIBILITIES</b>                         |  | 979696                        | 825734                        | 983399                        | 827898                        |
| <b>B ASSETS</b>                                              |  |                               |                               |                               |                               |
| <b>1 Non-Current assets</b>                                  |  |                               |                               |                               |                               |
| (a) Fixed Assets                                             |  | 405536                        | 332866                        | 406340                        | 333320                        |
| (b) Non current Investments                                  |  | 15176                         | 8468                          | 13618                         | 7593                          |
| (c) Deferred Tax Asset(Net)                                  |  | 0                             | 0                             | 94                            | 124                           |
| (d) Long-term Loans and advances                             |  | 22427                         | 13812                         | 21229                         | 12346                         |
| (e) Other non-current assets                                 |  | 4211                          | 3489                          | 4233                          | 3499                          |
| <b>Sub-total- Non Current assets</b>                         |  | 447350                        | 358635                        | 445514                        | 356882                        |
| <b>2 Current Assets</b>                                      |  |                               |                               |                               |                               |
| (a) Current Investments                                      |  | 93615                         | 82148                         | 94501                         | 82785                         |
| (b) Inventories                                              |  | 179970                        | 179529                        | 182625                        | 181692                        |
| (c) Trade receivables                                        |  | 170847                        | 155614                        | 171536                        | 155885                        |
| (d) Cash and Cash equivalents                                |  | 70767                         | 33081                         | 72761                         | 33697                         |
| (e) Short-term loans and advances                            |  | 13675                         | 14514                         | 13502                         | 14596                         |
| (f) Other current assets                                     |  | 3472                          | 2213                          | 2960                          | 2361                          |
| <b>Sub-total- Current assets</b>                             |  | 532346                        | 467099                        | 537885                        | 471016                        |
| <b>TOTAL ASSETS</b>                                          |  | 979696                        | 825734                        | 983399                        | 827898                        |

Notes:

- 1) The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 26th November, 2014.
- 2) The Board has recommended a Final Dividend of Rs. 44/- per share which along with the 2 Interim Dividends of Rs3/- each already paid works out to Rs. 50/- per equity share of Rs. 10/- (i.e. 500% ) for the year ended 30th September, 2014.
- 3) Provision for Taxation has been made in respect of Income presently determined, subject to appropriate revision/adjustment on final determination of Income for the Relevant Previous Year as per Income Tax Act, 1961.
- 4) The Company is dealing mainly in rubber products and has no other reportable segment.
- 5) Figures of the quarter ended September 30, 2014 are the balancing figures between Audited figures in respect of the full Financial year and published year to date figures upto the 3rd quarter of the current financial year.
- 6) The Company has during the Quarter ended 30th September, 2014 incorporated a wholly owned subsidiary in Singapore under the name MRF SG Pte Ltd.
- 7) Previous Year's figures have been regrouped wherever necessary
  - \* Paid up Debt Capital represents Secured Redeemable Non-Convertible Debentures.
  - \*\* Debt to Equity : Long Term Debts/Total Net Worth
  - \*\*\* Debt Service Coverage Ratio :  $\frac{\text{EBDIT}}{\text{Interest} + \text{Principal Repayment during the year}}$
  - \*\*\*\* Interest Service Coverage Ratio :  $\frac{\text{EBDIT}}{\text{Interest Expenses}}$

Place: Hyderabad  
Date: 26.11.2014

For MRF LIMITED  
(ARUN MAMMEN)  
MANAGING DIRECTOR