Granules India Limited
IInd Floor, 3rd Block, My Home Hub, Madhapur, Hyderabad - 500 081. INDIA
Ph : +91-40-30660000, 66760000 Fax : +91-40-23115145
E-mail : mail@granulesindia.com URL : www.granulesindia.com

Date: 30th October, 2013

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

Fax: 022 – 26598237/38

Sub: Outcome of 152nd Board meeting dated 30th October, 2013.
Ref: Clause 41 & 36 of the Listing Agreement.

Scrip Code: 532482.

Dear Sir,

With reference to the above cited subject, we wish to inform you that the Board of Directors of the Company have approved the Un-Audited financial results (Standalone & Consolidated) for the second quarter ended 30th September, 2013 at their meeting held on 30th October, 2013 under Clause 41 of the Listing agreement along with the limited review report and also decided to close M/s Granules Singapore PTE LTD, wholly-owned subsidiary of Granules India Limited, located at Singapore.

Kindly take the above information on record.

Also enclosed herewith a copy of Press Release.

Thanking You.

Yours faithfully,

For GRANULES INDIA LIMITED

GRANULES INDIA LIMITED HYD.

SHIVANGI SHARMA
(COMPANY SECRETARY &
COMPLIANCE OFFICER)

Encl: As above

KUMAR & GIRI
CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial results of Granules India Limited for the quarter ended 30th September, 2013. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors / Committee of 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies 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 KUMAR & GIRI
Chartered Accountants
Firm Regn. No. 001584S

J. BHADRA KUMAR
Partner
Membership No. 25480.

Place: Hyderabad.
Date: 29th October, 2013

(Rs in Lakhs)

PART I

Statement of Standalone Unaudited Results for the Quarter and six months ended 30 September, 2013

Sl No.	Particulars	3 Months ended 30 September, 2013	Preceeding 3 Months ended 30 June, 2013	Corresponding 3 Months ended 30 September, 2012 in the previous year	Year to date figures for current period ended 30 September, 2013	Year to date figures for previous year ended 30 September, 2012	Previous year ended 31 March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from Operations**						
	(a) Net sales / Income from Operations (Net of Excise duty)	**23,899.91**	**20,871.18**	**16,783.94**	**44,771.09**	**32,688.98**	**67,979.70**
2	**Expenses**						
	(a) Cost of material Consumed	14,559.23	14,036.04	9,777.13	28,595.27	20,717.95	42,525.84
	(b) Changes in Inventories of Finished goods,Work in progress and Stock in trade	(755.55)	(1,228.85)	619.70	(1,984.40)	(102.21)	(740.62)
	c) Employee benefits Expense	1,725.47	1,643.97	1,283.37	3,369.44	2,503.59	5,042.05
	d) Depreciation	540.25	501.19	506.46	1,041.44	981.68	2,020.89
	e) Manufacturing Expenses	1,322.14	1,207.49	1,115.41	2,529.63	1,935.61	4,431.39
	f) Freight outward & clearing charges	1,265.05	1,084.72	884.48	2,349.77	1,926.31	4,304.09
	g) R & D Expenses	108.27	97.35	90.36	205.62	251.02	453.06
	h) Other expenditure	2,155.17	1,144.00	1,022.46	3,299.17	1,736.22	4,058.14
	Total	**20,920.03**	**18,485.91**	**15,299.37**	**39,405.95**	**29,950.18**	**62,094.84**
3	**Profit from Operations before Other Income, Interest & Exceptional Items (1- 2)**	**2,979.87**	**2,385.27**	**1,484.57**	**5,365.14**	**2,738.80**	**5,884.86**
4	Other Income	41.46	170.07	15.05	211.53	27.55	171.81
5	**Profit from Ordinary activities before Finance Cost and exceptional items (3 - 4)**	**3,021.33**	**2,555.34**	**1,499.63**	**5,576.67**	**2,766.35**	**6,056.67**
6	Finance Costs	414.43	340.97	407.48	755.40	806.52	1,649.49
7	**Profit from Ordinary activities after Finance Cost but before exceptional items (5 - 6)**	**2,606.90**	**2,214.37**	**1,092.14**	**4,821.27**	**1,959.83**	**4,407.18**
8	Foreign Exchange Fluctuations (gain)/loss	-	-	-	-	-	-
9	**Profit from Ordinary activities before Tax (7 - 8)**	**2,606.90**	**2,214.37**	**1,092.14**	**4,821.27**	**1,959.83**	**4,407.18**
10	Tax expense						
	- Current Tax Expense	764.90	726.48	313.94	1,491.38	550.14	1,188.97
	- Deferred Tax Expense	117.65	14.69	13.30	132.34	43.20	200.69
11	**Net Profit for the period (9 - 10)**	**1,724.35**	**1,473.20**	**764.90**	**3,197.55**	**1,366.49**	**3,017.53**
12	Paid-up share capital	2,025.22	2,014.72	2,007.12	2,025.22	2,007.12	2,012.62
	(Face Value of Rs.10/- each)						
13	Reserves excluding Revaluation Reserve	28,304.10	26,526.90	23,837.33	28,304.10	23,837.33	25,036.69
14	Earnings per Share						
	(a) Basic Earnings per share (Rs.)*	8.56	7.32	3.81	15.87	6.81	15.02
	(b) Diluted Earning per share (Rs) *	8.38	7.13	3.68	15.54	6.58	14.62

PART II

Select Information for the Quarter and six months ended 30 September, 2013

Sl No.	Particulars	3 Months ended 30 September, 2013	Preceeding 3 Months ended 30 June, 2013	Corresponding 3 Months ended 30 September, 2012 in the previous year	Year to date figures for current period ended 30 September, 2013	Year to date figures for previous year ended 30 September, 2012	Previous year ended 31 March, 2013
A							
1	Public Shareholding						
	- No. of shares	10,345,630	11,199,097	11,137,597	10,345,630	11,137,597	11,182,097
	- Percentage of shareholding	51.08%	55.59%	55.49%	51.08%	55.49%	55.56%
2	Promoters and promoter group						
	Shareholding						
	a) Pledged/Encumbered						
	Number of shares	2,933,600	1,951,000	2,850,400	2,933,600	2,850,400	840,000
	Percentage of shares to promoter group	29.61%	21.80%	31.91%	29.61%	31.91%	9.36%
	Percentage of shares to total capital	14.48%	9.68%	14.20%	14.48%	14.20%	4.17%
	b) Non-encumbered						
	Number of shares	6,972,924	6,997,057	6,083,157	6,972,924	6,083,157	8,104,057
	Percentage of shares to promoter group	70.39%	78.20%	68.09%	70.39%	68.09%	90.61%
	Percentage of shares to total capital	34.43%	34.73%	30.31%	34.43%	30.31%	40.27%

Sl No.	Particulars	3 Months ended 30 September, 2013
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the Quarter	NIL
	Received during the quarter	90
	Disposed of during the quarter	85
	Remaining unresolved at the end of the quarter	5

1) The financial results for the quarter and half year ended 30th September, 2013 have been reviewed by the Audit Committee on 29th October, 2013 and approved by the Board of Directors at its meeting held on 30th October, 2013.
2) The auditors of the company have carried out limited review of the above financial results.
3) Pursuant to the Notification No.G.S.R.913(E), dt.29.12.2011 issued by the Ministry of Company Affairs, the company has opted to capitalise foreign currency gains and losses on loans utilised for purchase of fixed assets. During the quarter Loss of Rs.776.82 Lakhs (Gain of Rs.518.05 Lakhs for the Quarter ended 30 September 2012) was transferred to fixed assets.
4) As per clause 41 of the listing agreement, the Company has opted to publish only consolidated financial results. The stand-alone financial results are available for persual on the Company's website as well as on the stock exchanges' websites as stated below: www.granulesindia.com, www.bseindia.com and www.nse-india.com
5) The Company operates only in the segment of Pharmaceuticals.
6) Figures are regrouped wherever necessary.
7) The Company, during the current quarter has allotted 1,05,000 equity shares of Rs.10/- each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).

for and on behalf of the Board

Dr.C.Nageswara Rao
Chairman

GRANULES INDIA LIMITED HYD.

Place : Hyderabad
Date : 30th October, 2013

Granules India Limited
Standalone Statement of Assets and Liabilities

(Rs in Lakhs)

		Particulars	As at current half year end 30 September,2013	As at previous year end 31 March, 2013
A		**EQUITY AND LIABILITIES**		
	1	**Shareholders' Funds**		
		(a) Share Capital	2,025.22	2,012.62
		(b) Reserves & Surplus	28,304.10	25,036.69
		Sub-total - Shareholders' funds	**30,329.32**	**27,049.30**
	2	**Share Application Money Pending Allotment**	7.00	31.50
	3	**Non-current liabilities**		
		(a) Long-term borrowings	14,756.64	14,072.37
		(b) Deferred tax liabilities (Net)	2,642.19	2,509.86
		(d) Long-term provisions	170.19	212.38
		Sub-total - Non-current liabilities	**17,569.01**	**16,794.61**
	4	**Current liabilities**		
		(a) Short-term borrowings	5,573.62	7,671.48
		(b) Trade payables	13,826.98	8,384.75
		(c) Other current liabilities	2,634.37	1,302.57
		(d) Short-term provisions	-	470.93
		Sub-total - Current liabilities	**22,034.97**	**17,829.74**
		TOTAL - EQUITY AND LIABILITIES	**69,940.30**	**61,705.14**
B		**ASSETS**		
	1	**Non-current assets**		
		(a) Fixed Assets		
		(i) Tangible assets	33,530.40	23,240.08
		(ii) Intangible assets	1,083.47	1,243.38
		(iii) Capital work-in-progress	2,133.22	9,160.26
			36,747.09	**33,643.72**
		(b) Non-current investments	4,324.10	4,129.60
		(c) Long-term loans and advances	465.59	1,252.76
		(d) Other non-current assets	317.39	367.55
		Sub-total - Non-current assets	**41,854.17**	**39,393.63**
	2	**Current assets**		
		(a) Current Investments	-	945.92
		(b) Inventories	13,793.90	10,849.07
		(c) Trade receivables	9,468.14	6,809.66
		(d) Cash and cash equivalents	1,758.67	615.97
		(e) Short-term loans and advances	501.67	564.79
		(f) Other current assets	2,563.74	2,526.12
		Sub-total - Current assets	**28,086.13**	**22,311.51**
		TOTAL - ASSETS	**69,940.30**	**61,705.14**

For and on behalf of the Board

C. Nageswara Rao

Dr.C.Nageswara Rao
Chairman

GRANULES INDIA LIMITED HYD.

Place: Hyderabad
Date : 30th October, 2013

PART I

(Rs in Lakhs)

Statement of Standalone Unaudited Results for the Quarter and six months ended 30 September, 2013

Sl No.	Particulars	3 Months ended 30 September, 2013	Preceeding 3 Months ended 30 June, 2013	Corresponding 3 Months ended 30 September, 2012 in the previous year	Year to date figures for current period ended 30 September, 2013	Year to date figures for previous year ended 30 September, 2012	Previous year ended 31 March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from Operations**						
	(a) Net sales / Income from Operations (Net of Excise duty)	**23,899.91**	**20,871.18**	**16,783.94**	**44,771.09**	**32,688.98**	**67,979.70**
2	**Expenses**						
	(a) Cost of material Consumed	14,559.23	14,036.04	9,777.13	28,595.27	20,717.95	42,525.84
	(b) Changes in Inventories of Finished goods,Work in progress and Stock in trade	(755.55)	(1,228.85)	619.70	(1,984.40)	(102.21)	(740.62)
	c) Employee benefits Expense	1,725.47	1,643.97	1,283.37	3,369.44	2,503.59	5,042.05
	d) Depreciation	540.25	501.19	506.46	1,041.44	981.68	2,020.89
	e) Manufacturing Expenses	1,322.14	1,207.49	1,115.41	2,529.63	1,935.61	4,431.39
	f) Freight outward & clearing charges	1,265.05	1,084.72	884.48	2,349.77	1,926.31	4,304.09
	g) R & D Expenses	108.27	97.35	90.36	205.62	251.02	453.06
	h) Other expenditure	2,155.17	1,144.00	1,022.46	3,299.17	1,736.22	4,058.14
	Total	**20,920.03**	**18,485.91**	**15,299.37**	**39,405.95**	**29,950.18**	**62,094.84**
3	**Profit from Operations before Other Income, Interest & Exceptional Items (1- 2)**	**2,979.87**	**2,385.27**	**1,484.57**	**5,365.14**	**2,738.80**	**5,884.86**
4	Other Income	41.46	170.07	15.05	211.53	27.55	171.81
5	**Profit from Ordinary activities before Finance Cost and exceptional items (3 - 4)**	**3,021.33**	**2,555.34**	**1,499.63**	**5,576.67**	**2,766.35**	**6,056.67**
6	Finance Costs	414.43	340.97	407.48	755.40	806.52	1,649.49
7	**Profit from Ordinary activities after Finance Cost but before exceptional items (5 - 6)**	**2,606.90**	**2,214.37**	**1,092.14**	**4,821.27**	**1,959.83**	**4,407.18**
8	Foreign Exchange Fluctuations (gain)/loss	-	-	-	-	-	-
9	**Profit from Ordinary activities before Tax (7 - 8)**	**2,606.90**	**2,214.37**	**1,092.14**	**4,821.27**	**1,959.83**	**4,407.18**
10	Tax expense						
	- Current Tax Expense	764.90	726.48	313.94	1,491.38	550.14	1,188.97
	- Deferred Tax Expense	117.65	14.69	13.30	132.34	43.20	200.69
11	**Net Profit for the period (9 - 10)**	**1,724.35**	**1,473.20**	**764.90**	**3,197.55**	**1,366.49**	**3,017.53**
12	Paid-up share capital (Face Value of Rs.10/- each)	2,025.22	2,014.72	2,007.12	2,025.22	2,007.12	2,012.62
13	Reserves excluding Revaluation Reserve	28,304.10	26,526.90	23,837.33	28,304.10	23,837.33	25,036.69
14	Earnings per Share						
	(a) Basic Earnings per share (Rs.)*	8.56	7.32	3.81	15.87	6.81	15.02
	(b) Diluted Earning per share (Rs) *	8.38	7.13	3.68	15.54	6.58	14.62

PART II

Select Information for the Quarter and six months ended 30 September, 2013

Sl No.	Particulars	3 Months ended 30 September, 2013	Preceeding 3 Months ended 30 June, 2013	Corresponding 3 Months ended 30 September, 2012 in the previous year	Year to date figures for current period ended 30 September, 2013	Year to date figures for previous year ended 30 September, 2012	Previous year ended 31 March, 2013
A							
1	Public Shareholding						
	- No. of shares	10,345,630	11,199,097	11,137,597	10,345,630	11,137,597	11,182,097
	- Percentage of shareholding	51.08%	55.59%	55.49%	51.08%	55.49%	55.56%
2	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	Number of shares	2,933,600	1,951,000	2,850,400	2,933,600	2,850,400	840,000
	Percentage of shares to promoter group	29.61%	21.80%	31.91%	29.61%	31.91%	9.36%
	Percentage of shares to total capital	14.48%	9.68%	14.20%	14.48%	14.20%	4.17%
	b) Non-encumbered						
	Number of shares	6,972,924	6,997,057	6,083,157	6,972,924	6,083,157	8,104,057
	Percentage of shares to promoter group	70.39%	78.20%	68.09%	70.39%	68.09%	90.61%
	Percentage of shares to total capital	34.43%	34.73%	30.31%	34.43%	30.31%	40.27%

Sl No.	Particulars	3 Months ended 30 September, 2013
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the Quarter	NIL
	Received during the quarter	90
	Disposed of during the quarter	85
	Remaining unresolved at the end of the quarter	5

1) The financial results for the quarter and half year ended 30th September, 2013 have been reviewed by the Audit Committee on 29th October, 2013 and approved by the Board of Directors at its meeting held on 30th October, 2013.
2) The auditors of the company have carried out limited review of the above financial results.
3) Pursuant to the Notification No.G.S.R.913(E), dt.29.12.2011 issued by the Ministry of Company Affairs, the company has opted to capitalise foreign currency gains and losses on loans utilised for purchase of fixed assets. During the quarter Loss of Rs.776.82 Lakhs (Gain of Rs.518.05 Lakhs for the Quarter ended 30 September 2012) was transferred to fixed assets.
4) As per clause 41 of the listing agreement, the Company has opted to publish only consolidated financial results. The stand-alone financial results are available for persual on the Company's website as well as on the stock exchanges' websites as stated below: www.granulesindia.com, www.bseindia.com and www.nse-india.com
5) The Company operates only in the segment of Pharmaceuticals.
6) Figures are regrouped wherever necessary.
7) The Company, during the current quarter has allotted 1,05,000 equity shares of Rs.10/- each, fully paid up, on exercise of options by employees, in accordance with the Company's Employee Stock Option Scheme(s).

for and on behalf of the Board

C. Nageswara Rao

Dr.C.Nageswara Rao
Chairman

GRANULES INDIA LIMITED

Place : Hyderabad
Date : 30th October, 2013

Granules India Limited
Standalone Statement of Assets and Liabilities

(Rs in Lakhs)

		Particulars	As at current half year end 30 September,2013	As at previous year end 31 March, 2013
A		**EQUITY AND LIABILITIES**		
	1	**Shareholders' Funds**		
		(a) Share Capital	2,025.22	2,012.62
		(b) Reserves & Surplus	28,304.10	25,036.69
		Sub-total - Shareholders' funds	**30,329.32**	**27,049.30**
	2	**Share Application Money Pending Allotment**	7.00	31.50
	3	**Non-current liabilities**		
		(a) Long-term borrowings	14,756.64	14,072.37
		(b) Deferred tax liabilities (Net)	2,642.19	2,509.86
		(d) Long-term provisions	170.19	212.38
		Sub-total - Non-current liabilities	**17,569.01**	**16,794.61**
	4	**Current liabilities**		
		(a) Short-term borrowings	5,573.62	7,671.48
		(b) Trade payables	13,826.98	8,384.75
		(c) Other current liabilities	2,634.37	1,302.57
		(d) Short-term provisions	-	470.93
		Sub-total - Current liabilities	**22,034.97**	**17,829.74**
		TOTAL - EQUITY AND LIABILITIES	**69,940.30**	**61,705.14**
B		**ASSETS**		
	1	**Non-current assets**		
		(a) Fixed Assets		
		(i) Tangible assets	33,530.40	23,240.08
		(ii) Intangible assets	1,083.47	1,243.38
		(iii) Capital work-in-progress	2,133.22	9,160.26
			36,747.09	**33,643.72**
		(b) Non-current investments	4,324.10	4,129.60
		(c) Long-term loans and advances	465.59	1,252.76
		(d) Other non-current assets	317.39	367.55
		Sub-total - Non-current assets	**41,854.17**	**39,393.63**
	2	**Current assets**		
		(a) Current Investments	-	945.92
		(b) Inventories	13,793.90	10,849.07
		(c) Trade receivables	9,468.14	6,809.66
		(d) Cash and cash equivalents	1,758.67	615.97
		(e) Short-term loans and advances	501.67	564.79
		(f) Other current assets	2,563.74	2,526.12
		Sub-total - Current assets	**28,086.13**	**22,311.51**
		TOTAL - ASSETS	**69,940.30**	**61,705.14**

For and on behalf of the Board

GRANULES INDIA LIMITED HYD.

Dr.C.Nageswara Rao
Chairman

Place: Hyderabad
Date : 30th October, 2013

Press Release

Granules India's Revenue increases 52% to Rs. 266 Cr.; net profit surges 87%

Hyderabad, October 30, 2013: Granules India Ltd., a fast growing pharmaceutical manufacturing company, announced financial results for Second Quarter ended September 30, 2013. Granules consolidated net revenue increased 52% to Rs. 266 Cr. while consolidated net profit increased 87% to Rs. 15 Cr.

Consolidated Q2FY14 Financial Highlights

- Net Revenue: Rs. 266.0 Cr., an increase of 52% compared to Rs. 175.5 Cr. in Q2FY13
- EBITDA: Rs. 33.9 Cr., an increase of 59% compared to Rs. 21.3 Cr. in Q2FY13
- Net Profit: Rs. 15.1 Cr., an increase of 87% compared to Rs. 8.1 Cr. in Q2FY13

Consolidated YTDFY14 Financial Highlights

- Net Revenue: Rs. 494.3 Cr., an increase of 36% compared to Rs. 364.8 Cr. in YTDFY13
- EBITDA: Rs. 65.5 Cr., an increase of 66% compared to Rs. 39.5 Cr. in YTDFY13
- Net Profit: Rs. 29.8 Cr., an increase of 108% compared to Rs. 14.3 Cr. in YTDFY13

Growth was driven by strong performance across all three verticals. The Formulation facility at Gagillapur continued to scale-up production which improved capacity utilization. The Company expects a majority of customer approvals to be in place in the second half of the fiscal year.

In addition to strong revenue growth, the Company's profitability margins strengthened compared to the corresponding quarter in the previous financial year. The EBITDA margin increased by 58 basis points to 12.8%, while the PAT margin increased by 108 basis points to 5.7%. Profitability numbers are also significantly higher than the YTDFY13 EBITDA and PAT margins. The EBITDA margin has grown 241 basis points to 13.2% while PAT has grown 209 basis points to 6.0%, respectively.

"We are focusing on higher capacity utilization to achieve higher revenues and better margins which resulted in 36% growth in the top-line and 108% growth in the bottom-line. In addition to strong revenue growth, our profitability margins are increasing and we've nearly achieved our FY13 PAT in the first half of this year. We expect our margins to further improve as our sales shift more to formulations and capacity utilization increases. Granules will continue to focus on improving manufacturing efficiency so we can build on our competitive advantage in order to offer unparalleled value for our customers" said Krishna Prasad, Managing Director of Granules India.

About Granules India Ltd.

(BSE: 532482, NSE: GRANULES)
Granules is a fast growing pharmaceutical manufacturing company with world class facilities and is committed to manufacturing excellence, quality and customer service. The Company produces Finished Dosages (FDs), Pharmaceutical Formulation Intermediates (PFIs) and Active Pharmaceutical Ingredients (APIs) for quality conscious customers in the regulated and semi-regulated markets. Granules support customers with unique value, extensive product range, proactive solutions and a global network of associates. The Company's global presence extends to over 300 customers in 60 countries through offices in India, U.S., U.K., China and Colombia. Granules offer all three components of the pharmaceutical value chain which gives the customers flexibility and choice.

Granules has the largest PFI facility in the world with an industry leading 6 ton batch size. The Company has its own ANDAs and dossiers which enable customers to quickly enter a market instead of filing their own applications. Granules has a highly skilled regulatory affairs department that can offer customers support and can help them navigate through regulatory issues.

Granules has strengthened its advantages through its Operational Excellence (OE) department which looks at every step of the manufacturing process in order to gain efficiencies and has also implemented systems that have standardized quality and reduced variation The Company's OE program is regularly cited by MNCs as a "best in class" program and is the comparative advantage that lets Granules provide world-class quality products at a lower cost than its competitors. The adoption of the OE philosophy by Granules has earned it several recognitions including The Economic Times Manufacturing Excellence Awards 2011.

Caution Statement:
Certain statements made above may be "forward looking statements" within the meaning of applicable laws and regulations.

Contacts:
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GRANULES

Appendix

GRANULES INDIA LIMITED

Regd Office : 2nd Floor, 3rd Block, My Home Hub
Madhapur, Hyderabad 500 081

(Rs in Lakhs)

PART I

Statement of Consolidated Unaudited Results for the Quarter and 6 Months ended 30th Sept, 2013

Sl No.	Particulars	3 Months ended Current Year 30 Sept, 2013	3 Months ended Current Year 30 June, 2013	3 Months ended Previous Year 30 Sept, 2012	6 Months ended Current Year 30 Sept, 2013	6 Months ended Previous Year 30 Sept, 2012	Previous year ended 31 March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from Operations**						
	(a) Net sales / Income from Operations (Net of Excise duty)	26,604.70	22,829.36	17,549.89	49,434.06	36,476.97	76,437.30
2	**Expenses**						
	(a) Cost of material Consumed	16,969.13	14,845.20	8,996.00	31,814.33	23,025.97	47,768.94
	(b) Changes in Inventories of Finished goods,Work in progress and Stock in trade	(1,310.99)	(1,174.74)	1,393.95	(2,485.73)	(243.75)	(1,077.05)
	c) Employee benefits Expense	2,083.82	2,109.02	1,442.36	4,192.84	2,892.69	5,971.18
	d) Depreciation	615.38	568.06	579.51	1,183.44	1,130.04	2,308.46
	e) Manufacturing Expenses	1,520.77	1,491.03	1,368.71	3,011.80	2,557.57	5,752.38
	f) Freight outward & clearing charges	1,305.98	1,101.62	899.77	2,407.60	1,959.56	4,374.45
	g) R & D Expenses	137.53	118.64	116.32	256.17	296.51	546.08
	h) Other expenditure	2,555.98	1,366.60	1,219.88	3,922.58	2,077.87	4,599.34
	Total	23,877.60	20,425.43	16,016.49	44,303.03	33,696.46	70,243.78
3	**Profit from Operations before Other Income, Interest & Exceptional Items (1- 2)**	2,727.10	2,403.93	1,533.40	5,131.03	2,780.51	6,193.53
4	Other Income	49.56	184.68	23.71	234.44	43.02	206.04
5	**Profit from Ordinary activities before Finance Cost and exceptional items (3 - 4)**	2,776.66	2,588.81	1,557.11	5,365.47	2,823.53	6,399.57
6	Finance Costs	439.73	368.83	431.68	808.57	864.46	1,767.11
7	**Profit from Ordinary activities after Finance Cost but before exceptional items (5 - 6)**	2,336.92	2,219.98	1,125.43	4,556.91	1,959.07	4,632.46
8	Foreign Exchange Fluctuations (gain)/loss	-	-	-	-	-	-
9	**Profit from Ordinary activities before Tax (7 - 8)**	2,336.92	2,219.98	1,125.43	4,556.91	1,959.07	4,632.46
10	**Tax expense**						
	- Current Tax Expense	764.90	726.48	313.94	1,491.38	571.60	1,238.74
	- Deferred Tax Expense	61.19	24.25	3.79	85.44	(47.50)	136.98
11	**Net Profit for the period (9 - 10)**	1,510.83	1,469.26	807.71	2,980.09	1,434.96	3,266.73
12	Paid-up share capital	2,025.22	2,014.72	2,007.12	2,025.22	2,007.12	2,012.62
	(Face Value of Rs.10/- each)						
13	Reserves excluding Revaluation Reserve	26,509.97	26,918.46	23,958.30	26,509.97	23,958.30	25,441.01
14	Earnings per Share						
	(a) Basic Earnings per share (Rs.)*	7.50	7.30	4.03	14.79	7.15	16.21
	(b) Diluted Earning per share (Rs) *	7.34	7.11	3.89	14.49	6.91	15.78

PART II

Select Information for the Quarter and 6 months ended 30 September, 2013

Sl No.	Particulars	3 Months ended Current Year 30 Sept, 2013	3 Months ended Current Year 30 June, 2013	3 Months ended Previous Year 30 Sept, 2012	6 Months ended Current Year 30 Sept, 2013	6 Months ended Previous Year 30 Sept, 2012	Previous year ended 31 March, 2013
A							
1	Public Shareholding						
	- No. of shares	10,345,630	11,199,097	11,137,597	10,345,630	11,137,597	11,182,097
	- Percentage of shareholding	51.08%	55.59%	55.49%	51.08%	55.49%	55.56%
2	Promoters and promoter group						
	Shareholding						
	a) Pledged/Encumbered						
	Number of shares	2,933,600	1,951,000	2,850,400	2,933,600	2,850,400	840,000
	Percentage of shares to promoter group	29.61%	21.80%	31.91%	29.61%	31.91%	9.36%
	Percentage of shares to total capital	14.48%	9.68%	14.20%	14.48%	14.20%	4.17%
	b) Non-encumbered						
	Number of shares	6,972,924	6,997,057	6,083,157	6,972,924	6,083,157	8,104,057
	Percentage of shares to promoter group	70.39%	78.20%	68.09%	70.39%	68.09%	90.61%
	Percentage of shares to total capital	34.43%	34.73%	30.31%	34.43%	30.31%	40.27%

Sl No.	Particulars	3 Months ended 30th September,2013
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the Quarter	NIL
	Received during the quarter	90
	Disposed of during the quarter	85
	Remaining unresolved at the end of the quarter	5

1) The standalone financial results for the half year ended 30th September, 2013 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th October, 2013.
2) Pursuant to the Notification No.G.S.R.913(E), dt.29.12.2011 issued by the Ministry of Company Affairs, the company has opted to capitalise foreign currency gains and losses on loans utilised for purchase of fixed assets. During the quarter Loss of Rs.776.82 Lakhs (Gain of Rs.518.05 Lakhs for the Quarter ended 30 September 2012) was transferred to fixed assets.
3) The auditors of the company have carried out limited review of the above financial results.
4) The subsidiaries considered in the consolidated financial statement as on 30th September, 2013 are Granules USA Inc, GIL Life Sciences Pvt Ltd, GIL Singapore Pte Ltd (100% wholly subsidiary companies) and Granules Biocause Pharmaceutical Co., Ltd., Granules Omnichem Pvt Ltd (50% Joint Venture Companies).
5) The Company operates only in the segment of Pharmaceuticals.
6) Figures are regrouped wherever necessary.

for and on behalf of the Board

Dr.C.Nageswara Rao
Chairman

Place : Hyderabad
Date : 30th October, 2013

GRANULES

Granules India Limited
Consolidated Statement of Assets and Liabilities

(Rs in Lakhs)

	Particulars	As at current year end 30 Sept, 2013	As at previous year end 31 March, 2013
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	2,025.22	2,012.62
	(b) Reserves & Surplus	28,509.97	25,441.01
	Sub-total - Shareholders' funds	**30,535.19**	**27,453.63**
2	**Share Application Money Pending Allotment**	**7.00**	**31.50**
3	**Non-current liabilites**		
	(a) Long-term borrowings	22,377.34	17,549.56
	(b) Deferred tax liabilites (Net)	2,521.94	2,447.18
	(c) Long-term provisions	171.34	213.53
	Sub-total - Non-current liabilities	**25,070.62**	**20,210.27**
4	**Current liabilities**		
	(a) Short-term borrowings	10,802.65	8,545.98
	(b) Trade payables	14,084.36	9,184.13
	(c) Other current liabilities	3,096.35	2,377.26
	(d) Short-term provisions	-	470.93
	Sub-total - Current liabilities	**27,983.36**	**20,578.30**
	TOTAL - EQUITY AND LIABILITIES	**83,596.17**	**68,273.70**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed Assets		
	(i) Tangible assets	35,210.72	25,007.56
	(ii) Intangible assets	1,143.52	1,338.48
	(iii) Capital work-in-progess	8,390.80	10,880.26
		44,745.04	**37,226.30**
	(a) Non-current investments	19.14	19.14
	(b) Long-term loans and advances	653.70	1,641.54
	(c) Other non-current assets	440.79	499.21
	Sub-total - Non - current assets	**45,858.67**	**39,386.19**
2	**Current assets**		
	(a) Current Investments	-	945.92
	(b) Inventories	16,289.06	13,648.23
	(c) Trade receivables	11,147.20	7,102.11
	(d) Cash and cash equivalents	6,847.07	4,170.55
	(e) Short term loans and advances	512.27	389.77
	(f) Other current assets	2,941.90	2,630.93
	Sub-total - Current assets	**37,737.50**	**28,887.51**
	TOTAL - ASSETS	**83,596.17**	**68,273.70**

For and on behalf of the Board

Place: Hyderabad
Date : 30th October, 2013

Dr.C.Nageswara Rao
Chairman

GRANULES

(Rs in Lakhs)

PART I

Statement of Standalone Unaudited Results for the Quarter and 6 months ended 30 September, 2013

Sl No.	Particulars	3 Months ended Current Year 30 September, 2013	3 Months ended Current Year 30 June, 2013	3 Months ended Previous Year 30 September, 2012	6 Months ended Current Year 30 September, 2013	6 Months ended Previous Year 30 September, 2012	Previous year ended 31 March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations						
	(a) Net sales / Income from Operations (Net of Excise duty)	23,899.91	20,871.18	16,783.94	44,771.09	32,688.98	67,979.70
2	Expenses						
	(a) Cost of material Consumed	14,559.23	14,036.04	9,777.13	28,595.27	20,717.95	42,525.84
	(b) Changes in Inventories of Finished goods,Work in progress and Stock in trade	(755.55)	(1,228.85)	619.70	(1,984.40)	(102.21)	(740.62)
	c) Employee benefits Expense	1,725.47	1,643.97	1,283.37	3,369.44	2,503.59	5,042.05
	d) Depreciation	540.25	501.19	506.46	1,041.44	981.68	2,020.89
	e) Manufacturing Expenses	1,322.14	1,207.49	1,115.41	2,529.63	1,935.61	4,431.39
	f) Freight outward & clearing charges	1,265.05	1,084.72	884.48	2,349.77	1,926.31	4,304.09
	g) R & D Expenses	108.27	97.35	90.36	205.62	251.02	453.06
	h) Other expenditure	2,155.17	1,144.00	1,022.46	3,299.17	1,736.22	4,058.14
	Total	20,920.03	18,485.91	15,299.37	39,405.95	29,950.18	62,094.84
3	Profit from Operations before Other Income, Interest & Exceptional Items (1- 2)	2,979.87	2,385.27	1,484.57	5,365.14	2,738.80	5,884.86
4	Other Income	41.46	170.07	15.05	211.53	27.55	171.81
5	Profit from Ordinary activities before Finance Cost and exceptional items (3 - 4)	3,021.33	2,555.34	1,499.63	5,576.67	2,766.35	6,056.67
6	Finance Costs	414.43	340.97	407.48	755.40	806.52	1,649.49
7	Profit from Ordinary activities after Finance Cost but before exceptional items (5 - 6)	2,606.90	2,214.37	1,092.14	4,821.27	1,959.83	4,407.18
8	Foreign Exchange Fluctuations (gain)/loss	-	-	-	-	-	-
9	Profit from Ordinary activities before Tax (7 - 8)	2,606.90	2,214.37	1,092.14	4,821.27	1,959.83	4,407.18
10	Tax expense						
	- Current Tax Expense	764.90	726.48	313.94	1,491.38	550.14	1,188.97
	- Deferred Tax Expense	117.65	14.69	13.30	132.34	43.20	200.69
11	Net Profit for the period (9 - 10)	1,724.35	1,473.20	764.90	3,197.55	1,366.49	3,017.53
12	Paid-up share capital	2,025.22	2,014.72	2,007.12	2,025.22	2,007.12	2,012.62
	(Face Value of Rs.10/- each)						
13	Reserves excluding Revaluation Reserve	28,304.10	26,526.90	23,837.33	28,304.10	23,837.33	25,036.69
14	Earnings per Share						
	(a) Basic Earnings per share (Rs.)*	8.56	7.32	3.81	15.87	6.81	15.02
	(b) Diluted Earning per share (Rs) *	8.38	7.13	3.68	15.54	6.58	14.62

PART II

Select Information for the Quarter and 6 months ended 30 September, 2013

Sl No.	Particulars	3 Months ended Current Year 30 September, 2013	3 Months ended Current Year 30 June, 2013	3 Months ended Previous Year 30 September, 2012	6 Months ended Current Year 30 September, 2013	6 Months ended Previous Year 30 September, 2012	Previous year ended 31 March, 2013
A							
1	Public Shareholding						
	- No. of shares	10,345,630	11,199,097	11,137,597	10,345,630	11,137,597	11,182,097
	- Percentage of shareholding	51.08%	55.59%	55.49%	51.08%	55.49%	55.56%
2	Promoters and promoter group						
	Shareholding						
	a) Pledged/Encumbered						
	Number of shares	2,933,600	1,951,000	2,850,400	2,933,600	2,850,400	840,000
	Percentage of shares to promoter group	29.61%	21.80%	31.91%	29.61%	31.91%	9.36%
	Percentage of shares to total capital	14.48%	9.68%	14.20%	14.48%	14.20%	4.17%
	b) Non-encumbered						
	Number of shares	6,972,924	6,997,057	6,083,157	6,972,924	6,083,157	8,104,057
	Percentage of shares to promoter group	70.39%	78.20%	68.09%	70.39%	68.09%	90.61%
	Percentage of shares to total capital	34.43%	34.73%	30.31%	34.43%	30.31%	40.27%

Sl No.	Particulars	3 Months ended 30th September, 2013
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the Quarter	NIL
	Received during the quarter	90
	Disposed of during the quarter	85
	Remaining unresolved at the end of the quarter	5

1) The standalone financial results for the half year ended 30th September, 2013 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th October, 2013.
2) Pursuant to the Notification No.G.S.R.913(E), dt.29.12.2011 issued by the Ministry of Company Affairs, the company has opted to capitalise foreign currency gains and losses on loans utilised for purchase of fixed assets. During the quarter Loss of Rs.776.82 Lakhs (Gain of Rs.518.05 Lakhs for the Quarter ended 30 September 2012) was transferred to fixed assets.
3) The auditors of the company have carried out limited review of the above financial results.
4) As per clause 41 of the listing agreement, the company has opted to publish consolidated results.
5) The Company operates only in the segment of Pharmaceuticals.
6) Figures are regrouped wherever necessary.

for and on behalf of the Board

Dr.C.Nageswara Rao
Chairman

Place : Hyderabad
Date : 30th October, 2013

GRANULES

Granules India Limited
Unaudited Standalone Statement of Assets and Liabilities

(Rs in Lakhs)

	Particulars	As at current half year end 30 September,2013	As at previous year end 31 March, 2013
A	**EQUITY AND LIABILITIES**		
1	**Shareholders' Funds**		
	(a) Share Capital	2,025.22	2,012.62
	(b) Reserves & Surplus	28,304.10	25,036.69
	Sub-total - Shareholders' funds	**30,329.32**	**27,049.30**
2	**Share Application Money Pending Allotment**	7.00	31.50
3	**Non-current liabilites**		
	(a) Long-term borrowings	14,756.64	14,072.37
	(b) Deferred tax liabilites (Net)	2,642.19	2,509.86
	(d) Long-term provisions	170.19	212.38
	Sub-total - Non-current liabilities	**17,569.01**	**16,794.61**
4	**Current liabilities**		
	(a) Short-term borrowings	5,573.62	7,671.48
	(b) Trade payables	13,826.98	8,384.75
	(c) Other current liabilities	2,634.37	1,302.57
	(d) Short-term provisions	-	470.93
	Sub-total - Current liabilities	**22,034.97**	**17,829.74**
	TOTAL - EQUITY AND LIABILITIES	**69,940.30**	**61,705.14**
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed Assets		
	(i) Tangible assets	33,530.40	23,240.08
	(ii) Intangible assets	1,083.47	1,243.38
	(iii) Capital work-in-progess	2,133.22	9,160.26
		36,747.09	**33,643.72**
	(b) Non-current investments	4,324.10	4,129.60
	(c) Long-term loans and advances	465.59	1,252.76
	(d) Other non-current assets	317.39	367.55
	Sub-total - Non - current assets	**41,854.17**	**39,393.63**
2	**Current assets**		
	(a) Current Investments	-	945.92
	(b) Inventories	13,793.90	10,849.07
	(c) Trade receivables	9,468.14	6,809.66
	(d) Cash and cash equivalents	1,758.67	615.97
	(e) Short term loans and advances	501.67	564.79
	(f) Other current assets	2,563.74	2,526.12
	Sub-total - Current assets	**28,086.13**	**22,311.51**
	TOTAL - ASSETS	**69,940.30**	**61,705.14**

For and on behalf of the Board

Place: Hyderabad
Date : 30th October, 2013

Dr.C.Nageswara Rao
Chairman