



RAIN INDUSTRIES LIMITED

RIL/SEs/2018

February 28, 2018

The General Manager Department of Corporate Services BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort <u>Mumbai-400 001</u>	The Manager Listing Department The National Stock Exchange of India Limited Bandra Kurla Complex Bandra East <u>Mumbai – 400 051</u>
---	--

Dear Sir/ Madam,

Sub: Fourth Quarter and Annual Audited Financial Results for the Financial Year ended on December 31, 2017 – Reg.

Ref : Scrip Code: 500339 (BSE) & Scrip code : RAIN (NSE)

With reference to the above stated subject, please find enclosed herewith the following:

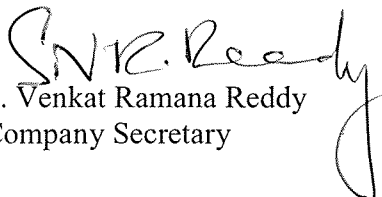
- Fourth Quarter and Annual Audited Financial Results (Standalone, Consolidated and Segment) for the Financial Year ended on December 31, 2017, these results were approved by the Board of Directors at their meeting held on Wednesday, the February 28, 2018; and
- Auditors Report issued by the Statutory Auditors of the Company on the Audited Standalone and Consolidated Financial Results for the Financial Year ended on December 31, 2017.

We hereby confirm that the Statutory Auditors of the Company i.e., M/s. BSR & Associates, LLP, Chartered Accountants have issued the Audit Reports on Standalone and Consolidated Financial Statements of the Company for the Financial year ended December 31, 2017 with unmodified opinion (i.e., unqualified opinion).

This is for your information and records.

Thanking you,

Yours faithfully,
for Rain Industries Limited


S. Venkat Ramana Reddy
Company Secretary

B S R & Associates LLP

Chartered Accountants

Salarpuria Knowledge City
Orwell, 6th Floor, Unit-3
Sy. No. 83/1, Plot No. 2, Raidurg
Hyderabad-500081, India

Telephone : +91 40 7182 2000
Fax : +91 40 7182 2399

Independent Auditors' Report on Statement of Standalone Audited Financial Results for the year ended December 31, 2017 of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Rain Industries Limited

We have audited the accompanying Statement of Standalone Financial Results ('the Statement') of Rain Industries Limited ('the Company'), for the year ended December 31, 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI regulations'), read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI. Attention is drawn to the fact that the figures for the quarter ended December 31, 2017 and the corresponding quarter ended in the previous year as reported in this Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter of the respective financial years have only been reviewed and not subjected to audit.

This Statement has been prepared on the basis of the standalone annual IND AS financial statements and reviewed unaudited standalone quarterly financial results up to the end of the third quarter, which are the responsibility of the Company's Management and have been approved by the Board of Directors. Our responsibility is to express an opinion on this Statement based on our audit of the standalone annual IND AS financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) specified under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the requirements of Regulation 33 of the SEBI regulations.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we comply with ethical requirements and 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 the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us, this Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI Regulations, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI; and



Independent Auditors' Report on Statement of Standalone Audited Financial Results for the year ended December 31, 2017 of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(ii) gives a true and fair view of the standalone financial performance including other comprehensive income and other financial information for the financial year ended December 31, 2017.

for **B S R & Associates LLP**

Chartered Accountants

Firm Registration Number: 116231W / W-100024



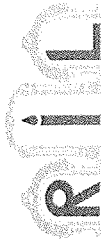
Sriram Mahalingam

Partner

Membership Number: 049642

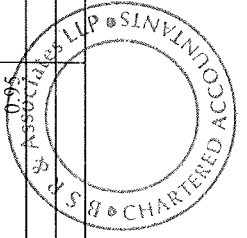
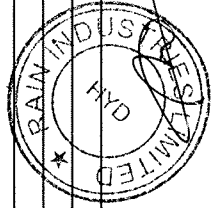
Place: Hyderabad

Date: February 28, 2018



RAIN INDUSTRIES LIMITED
Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Telangana State, India. Ph.No.040-40401234; Fax:040-40401214

Statement of Standalone Audited Financial Results for the Quarter and Year ended December 31, 2017							(Rupees in Millions)	
Particulars							Year ended	
		December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016		
		Audited - see Note 10 below	Unaudited	Audited - see Note below	Audited	Audited		
1	Income							
	(a) Revenue from operations	220.17	40.38	72.81	596.21	448.46		
	(b) Other income	47.17	432.05	127.79	593.38	683.65		
	Total income	267.34	472.43	200.60	1,189.59	1,132.11		
2	Expenses							
	(a) Purchases of stock-in-trade	-	-	-	203.21	280.50		
	(b) Employee benefits expense	34.26	33.95	23.54	122.65	88.50		
	(c) Finance costs	39.71	39.27	141.65	176.90	285.85		
	(d) Depreciation expense	1.01	1.00	3.37	6.00	15.31		
	(e) Other expenses	196.34	18.76	53.75	295.53	111.49		
	Total expenses	271.32	92.98	222.31	804.29	781.65		
3	Profit/(Loss) before tax (1-2)	(3.98)	379.45	(21.71)	385.30	350.46		
4	Tax expense							
	- Current tax	-	63.06	1.18	64.24	21.14		
	- Deferred tax		-	-	-	-		
5	Net Profit/(Loss) for the period/year (3-4)	(3.98)	316.39	(22.89)	321.06	329.32		
6	Other comprehensive income/(loss) (net of tax)							
(a)	Other comprehensive income/(expenses) not to be reclassified to profit or loss:							
	Remeasurements of net actuarial loss on post employment benefit plans	0.18	-	(1.26)	0.18	(1.26)		
	Income tax effect	-	-	-	-	-		
(b)	Other comprehensive income/(expenses) to be reclassified to profit or loss:							
	Foreign Currency Translation Reserve	-	-	-	-	-		
	Income tax effect	-	-	-	-	-		
	Total other comprehensive income/(loss) (net of tax)	0.18	-	(1.26)	0.18	(1.26)		
7	Total comprehensive income/(loss) for the period/year (5+6)	(3.80)	316.39	(24.15)	321.24	328.06		
8	Earnings/(Loss) Per Share - Basic & Diluted (of Rs. 2/- each)	(0.01)	0.94	(0.07)	0.95	0.98		
	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)	(not annualised)		
(See accompanying notes to the Standalone Audited Financial Results)								



Notes:

1 The Standalone Audited Financial Results were reviewed by the Audit Committee on February 27, 2018 and approved by the Board of Directors at their meeting held on February 28, 2018.

2 The Company follows January to December as financial year and has adopted Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder, from January 1, 2016. Therefore, above audited financial results have been prepared in accordance with Ind AS and the other accounting principles generally accepted in India. All the prior year comparative numbers have been regrouped and restated as per Ind AS.

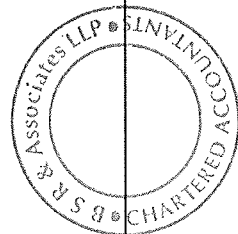
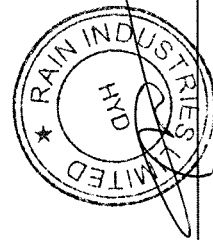
3 The Company has prepared a reconciliation of the net profit for the corresponding periods under the previously acceptable Generally Accepted Accounting Principles (Previous Indian GAAP) with the total comprehensive income as reported in these financial results under Ind AS. The net profit reconciliation for the quarter and year ended December 31, 2016 for the audited financial results are presented in note 7 below. The Company has also prepared reconciliation between equity under Previous Indian GAAP to Ind AS as at December 31, 2016 and are presented under note 8 below.

4 The Standalone Financial Results for the quarter and year ended December 31, 2017 along with previous periods presented, as restated under Ind AS, have been audited by the statutory auditors of the Company. An unqualified report has been issued by them thereon.

5 The Board of Directors at its meeting held on August 11, 2017 has declared an interim dividend of 50% (Rs 1 per equity share of par value of Rs 2 each) for the quarter ended June 30, 2017. Further, the Board of Directors at its meeting held on February 28, 2018 has recommended a final dividend of 50% (Rs 1 per equity share of par value Rs 2 each) which is subject to approval of shareholders.

6 Statement of Standalone Assets and Liabilities:

		(Rupees in Millions)	
Particulars	As at December 31, 2017	As at December 31, 2016	
ASSETS			
1. Non-current assets			
(a) Property, Plant and Equipment	72.17	75.88	
(b) Financial Assets			
(i) Investments	9,169.65	9,169.65	
(ii) Loans	1,918.85	3,398.45	
(c) Deferred tax asset, net	1.45	1.45	
(d) Non-current tax assets, net	302.27	271.58	
Total non-current assets	11,464.39	12,917.01	
2. Current assets			
(a) Financial Assets			
(i) Trade receivables	15.12	13.22	
(ii) Cash and cash equivalents	28.53	60.52	
(iii) Bank balances other than (ii) above	39.48	56.34	
(iv) Loans	927.00	1,019.26	
(v) Other financial assets	35.81	59.00	
(b) Other current assets	1.01	2.76	
Total current assets	1,046.95	1,211.10	
Total assets	12,511.34	14,128.11	
EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	672.69	672.69	
(b) Other Equity	8,553.88	8,568.99	
Total equity	9,226.57	9,241.68	



2. Liabilities		
Non-current liabilities		
(a) Financial Liabilities	1,900.40	3,373.45
(i) Borrowings	4.45	4.92
(b) Provisions	1,904.85	3,378.37
Total non-current liabilities		
Current liabilities		
(a) Financial Liabilities	13.42	2.59
(i) Trade payables	1,331.22	1,407.58
(ii) Other financial liabilities	0.83	0.59
(b) Provisions	4.64	67.49
(c) Other Current liabilities	29.81	29.81
(d) Current tax liabilities, net	1,379.92	1,508.06
Total current liabilities		
Total equity and liabilities	12,511.34	14,128.11

7 Reconciliation of net profit for the period/year under generally accepted accounting principles (Previous Indian GAAP) and as per Ind AS is given below:

Sl. No.	Particulars	Quarter ended December 31, 2016	Year ended December 31, 2016
(a)	Net profit/(loss) under Previous Indian GAAP	(21.34)	313.41
(b)	Deferred financing costs	(2.81)	14.65
(c)	Reclassifications of net actuarial loss on defined obligation to other comprehensive income	1.26	1.26
(d)	Net profit/(loss) as per Ind AS	(22.89)	329.32
(e)	Other comprehensive income as per Ind AS	(1.26)	(1.26)
(f)	Total comprehensive income as per Ind AS	(24.15)	328.06

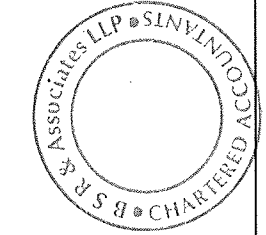
8 Reconciliation of Equity under generally accepted accounting principles (Previous Indian GAAP) and as per Ind AS is given below:

Sl. No.	Particulars	Year ended December 31, 2016
(a)	Equity as per Previous Indian GAAP	9,216.19
(b)	Deferred financing costs	24.04
(c)	Tax adjustments	1.45
(d)	Equity as per Ind AS	9,241.68

9 The segment results are included in Consolidated Audited Financial Results in compliance with Ind AS 108 "Operating Segments".

10 The figures for the quarter ended December 31 are the balancing figures between the audited figures in respect of the full financial year ended December 31 and the unaudited figures for the nine months ended September 30.

11 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.



For and on behalf of the Board of Directors
RAIN INDUSTRIES LIMITED

N. Jagan Mohan Reddy
N. Jagan Mohan Reddy
Managing Director
DIN:00017633

Place: Hyderabad
Date: February 28, 2018

B S R & Associates LLP

Chartered Accountants

Salarpuria Knowledge City
Orwell, 6th Floor, Unit-3
Sy. No. 83/1, Plot No. 2, Raidurg
Hyderabad-500081, India

Telephone : +91 40 7182 2000
Fax : +91 40 7182 2399

Independent Auditors' Report on Statement of Consolidated Audited Financial Results for the year ended December 31, 2017 of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Rain Industries Limited

We have audited the accompanying Statement of Consolidated Financial Results ('Statement') of Rain Industries Limited ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as the 'Group') and associates, for the year ended December 31, 2017 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI regulations'), read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI. Attention is drawn to the fact that the figures for the quarter ended December 31, 2017 and the corresponding quarter ended in the previous year as reported in this Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter of the respective financial years have only been reviewed and not subjected to audit.

This Statement has been prepared on the basis of the consolidated annual IND AS financial statements and reviewed unaudited consolidated quarterly financial results up to the end of the third quarter, which are the responsibility of the Company's Management and have been approved by the Board of Directors. Our responsibility is to express an opinion on this Statement based on our audit of the consolidated annual IND AS financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) specified under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the requirements of Regulation 33 of the SEBI regulations.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we comply with ethical requirements and 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 the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by Management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors on the financial results and the other financial information of subsidiaries and associates as noted below, the Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI Regulations, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued by SEBI; and
- (ii) gives a true and fair view of the consolidated financial performance including other comprehensive income and other financial information for the financial year ended December 31, 2017.

Independent Auditors' Report on Statement of Consolidated Audited Financial Results for the year ended December 31, 2017 of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

(iii) includes the financial results of the following subsidiaries and associates:

1. Rain Cements Limited
2. Renuka Cement Limited
3. Rain CII Carbon (Vizag) Limited
4. Rain Commodities (USA) Inc.
5. Rain Carbon Inc.
6. Rain Carbon Holdings, LLC
7. Rain Global Services LLC
8. Rain CII Carbon LLC
9. CII Carbon Corp.
10. Rain RÜTGERS CTP LLC
11. Handy Chemicals (U.S.A.) Ltd.
12. Rain Carbon GmbH
13. RÜTGERS Canada Inc.
14. RÜTGERS Polymers Ltd.
15. Rain Carbon BVBA
16. RÜTGERS BVBA^
17. VFT Trading BVBA^
18. RÜTGERS Germany GmbH
19. RÜTGERS Holding Belgium BVBA^
20. RÜTGERS Holding Germany GmbH
21. RÜTGERS Wohnimmobilien GmbH & Co. KG
22. RÜTGERS Gewerbeimmobilien GmbH & Co. KG
23. Rain RÜTGERS LLC
24. VFT France S.A
25. Rumba Invest BVBA & Co. KG
26. RÜTGERS Poland Sp. z o.o
27. Severtar Holding Ltd.
28. RÜTGERS Resins BV
29. OOO RÜTGERS Severtar
30. RÜTGERS (Shanghai) Trading Co. Ltd.
31. RÜTGERS Aromatic Chemicals GmbH*
32. RÜTGERS Basic Aromatics GmbH*
33. RÜTGERS ChemTrade GmbH*
34. RÜTGERS InfraTec GmbH*
35. RÜTGERS Novares GmbH*
36. Tarlog GmbH*(Equity accounted investee)
37. InfraTec Duisburg GmbH (Equity accounted investee)
38. Rain Coke Limited (Equity accounted investee)

(* Merged with RÜTGERS Germany GmbH during the current year)

(^ Merged with Rain Carbon BVBA during the current year)



Independent Auditors' Report on Statement of Consolidated Audited Financial Results for the year ended December 31, 2017 of Rain Industries Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Other matters

We did not audit the financial results of certain subsidiaries incorporated outside India, whose financial results reflect total assets of ₹ 189,573 million as at December 31, 2017, total revenues of ₹ 89,047 million and net cash outflows of ₹ 1,523 million for the year ended on that date, as considered in the Statement. The above financial information is before giving effect to any intra group eliminations and consolidation adjustments. The Statement also includes the Group's share of net profit of ₹ 8.84 million for the year ended December 31, 2017, as considered in the Statement, in respect of associates, whose financial results have not been audited by us. The financial results and other financial information of these subsidiaries and associates incorporated outside India is drawn up in accordance with the generally accepted accounting principles of the respective countries ('local GAAP') and have been audited by other auditors qualified to act as auditors in those countries. The Company's management has converted the financial results of such subsidiaries and associates located outside India from the local GAAP to the accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management.

Our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of such subsidiaries and associates located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

We did not audit the financial results of certain subsidiaries, whose financial results reflect total assets of ₹ 37,154 million as at December 31, 2017 and total revenues of ₹ Nil and net cash outflows of 244 million for the year ended on that date, as considered in the Statement. The above financial information is before giving effect to any intra group eliminations and consolidation adjustments. These financial results are unaudited and have been furnished to us by the Management and our report on the statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on such unaudited financial results. In our opinion and according to the information and explanations given to us by the Management, post giving effect to intra group eliminations and consolidation adjustments, these financial results are not material to the Group.

Our report on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditors and financial results certified by the respective Management.

for **B S R & Associates LLP**

Chartered Accountants

Firm Registration Number: 116231W / W-100024



Sriram Mahalingam

Partner

Membership Number: 049642

Place: Hyderabad

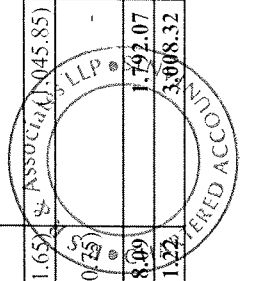
Date: February 28, 2018



RAIN INDUSTRIES LIMITED
CIN: L26942TG1974PLC001693

Regd. Off: "Rain Center", 34, Srinagar Colony, Hyderabad - 500 073, Telangana State, India. Ph.No.040-40401234; Fax:040-40401214
Email: secretarial@rain-industries.com / www.rain-industries.com

Statement of Consolidated Audited Financial Results for the quarter and year ended December 31, 2017							(Rupees in Millions)	
Particulars		Quarter ended			Year ended			
		December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016	Audited	Audited
1	Income	Audited - see Note 17 below	Unaudited	Audited - see Note 17 below				
	(a) Revenue from operations (Refer note 6 below)	31,447.93	30,508.11	24,289.65		114,471.36		94,944.69
	(b) Other income	197.77	255.70	363.38		1,134.28		1,211.57
	Total income	31,645.70	30,763.81	24,653.03		115,605.64		96,156.26
2	Expenses							
	(a) Cost of materials consumed	13,208.41	11,244.27	8,541.89		41,047.51		27,995.64
	(b) Purchases of stock-in-trade	4,127.01	3,414.65	3,152.72		16,269.12		15,265.45
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,488.52)	94.01	(167.60)		(3,019.44)		914.34
	(d) Employee benefits expense	3,041.01	2,600.97	2,199.46		10,624.07		9,709.33
	(e) Finance costs	1,465.02	1,462.95	1,662.69		5,946.71		6,308.45
	(f) Depreciation and amortisation expense	1,259.92	1,335.33	1,369.52		5,256.27		5,189.72
	(g) Excise duty (Refer note 6 below)	-	-	555.16		1,464.04		2,362.94
	(h) Other expenses	6,687.56	6,415.92	5,661.13		25,383.59		23,389.97
	Total expenses	27,300.41	26,568.10	22,974.97		102,971.87		91,135.84
3	Profit from operations before share of profit of associates, exceptional items and tax (1-2)	4,345.29	4,195.71	1,678.06		12,633.77		5,020.42
4	Exceptional items (Refer note 7, 8 and 9 below)	1,133.00	-	-		1,803.30		261.56
5	Profit from operations before share of profit of associates and tax (3-4)	3,212.29	4,195.71	1,678.06		10,830.47		4,758.86
6	Share of profit of associates	8.84	-	41.53		8.84		41.53
7	Profit from ordinary activities before tax (5+6)	3,221.13	4,195.71	1,719.59		10,839.31		4,800.39
8	Tax expense / (benefit)							
	- Current tax	1,218.03	1,452.31	957.60		4,330.49		2,837.92
	- Deferred tax							
	(a) Deferred tax excluding (b) below	(349.99)	209.30	(136.11)		(581.65)		(581.65)
	(b) One time impact on account of US and Belgium tax reforms (Refer note 10 below)	(830.75)	-	-		(830.75)		-
9	Net Profit for the period/year (7-8)	37.29	1,661.61	821.49		2,918.99		1,792.07
		3,183.84	2,534.10	898.10		7,921.22		3,008.32



6 Consequent to the introduction of Goods and Services Tax (GST) in India with effect from July 1, 2017, Central Excise, Value Added Tax (VAT), etc. have been subsumed into GST. In accordance with Indian Accounting Standard – 18 on Revenue and Schedule III of the Companies Act, 2013 unlike Excise Duties, levies like GST, VAT etc. are not part of Revenue. Accordingly, the figures for the periods upto June 30, 2017 are not strictly relatable to those thereafter. The following additional information is being provided to facilitate such understanding:

Particulars	Quarter ended			Year ended	
	December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016
Revenue from operations (A)	31,447.93	30,508.11	24,289.65	114,471.36	94,944.69
Excise duty (B)	-	-	555.16	1,464.04	2,362.94
Sale of products excluding excise duty (A - B)	31,447.93	30,508.11	23,734.49	113,007.32	92,581.75

7 On December 15, 2017, the Company's Wholly Owned Subsidiary in USA issued a conditional repayment notice to its 2021 bondholders with US Dollar denominated Notes of US\$ 246 million and 2021 Euro denominated Notes of US\$ 237 million (Face Value of €198 million) together called as 2021 Notes. As on December 31, 2017, the Company, in accordance with the Ind-AS 109, has recorded the changes in the carrying value of the 2021 Notes at its expected future cash outflows with a corresponding expense of INR 1,133.00 million (\$17.5 million) arising on account of the early repayment premium and deferred financing cost in the consolidated income statement. The same is disclosed as the exceptional item in the consolidated financial results for the quarter and year ended December 31, 2017. Subsequently, On January 16, 2018 the Company repaid all the aforementioned 2021 Notes financed by a new Term Loan B of € 390 million borrowed in the Wholly Owned Subsidiary in Germany.

8 In March 2017, the Company's wholly owned step-down subsidiary in the USA issued Senior Secured Notes ("the 2025 Notes") for US\$ 550 million. Interest is payable on the 2025 Notes at 7.25% per annum on a semi annual basis and the principle is repayable on April 1, 2025. The 2025 Notes are guaranteed by certain subsidiary companies of the Company in the USA. The proceeds of the 2025 Notes have been used to repay 8.00% 2018 Notes of US\$ 378 million; 8.25% 2021 Notes of US\$ 115 million and repay senior bank debt. All unamortised deferred financing cost pertaining to the 2018 Notes and the 2021 Notes, including redemption premium of US\$ 5.4 million aggregating to US\$ 10 million (INR 670.30 million) have been expensed during the quarter ended March 31, 2017 and disclosed as exceptional item in the consolidated results for the year ended december 31, 2017.

9 During the year 2016, the Board of Directors of the Company had considered and approved the closure of its impregnated wood products manufacturing facility in Hanau, Germany. Accordingly, the Group had made the provision for the closure costs of INR 261.56 million for the year ended December 31, 2016 and disclosed as exceptional item in the consolidated results for the year ended december 31, 2016.

10 (i) In the United States of America, The Tax Cuts and Jobs Act of 2017 was approved and enacted in to law on December 22, 2017. The law includes significant changes to the U.S. corporate income tax system, including a reduction in the Federal corporate tax rate from 35% to 21%. Consequent to this enactment, the Company has re-measured its U.S. deferred tax assets and liabilities based on the new tax law resulting in a one time deferred tax benefit of INR 787.93 million (\$12.17 million) for the quarter and year ended December 31, 2017. Also the change in Law includes one-time transition tax on undistributed earnings of subsidiary companies outside USA and 100% participation exemption for any foreign dividends distributed after January 1, 2018. In view of the foreign tax credit available, as per the management estimate no transition tax is payable by the Company in respect of undistributed earnings of subsidiary companies outside USA. The final transition tax liability would be ascertained once the US Tax Return for the year 2017 is filed.

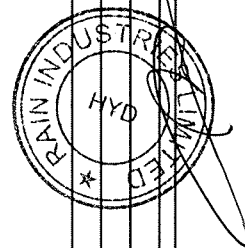
(ii) Further there was a corporate tax reform in Belgium which resulted in changes in corporate tax rate from 33.99% to 29.58%. This resulted in one time deferred tax benefit of INR 42.82 million for the quarter and year ended December 31, 2017.

11 During the year ended December 31, 2017, the Company has completed an internal reorganization by merging certain German Operating Companies with the German Holding Company and merger of Belgian Holding Companies with Belgian Operating Company to rationalize the Group Structure. Such restructuring was accounted for as a common control transaction under Ind-AS 103 and accordingly the same did not result in any impact on the consolidated financial results for the year ended December 31, 2017.

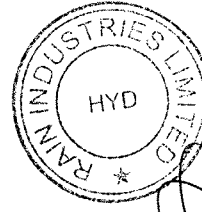
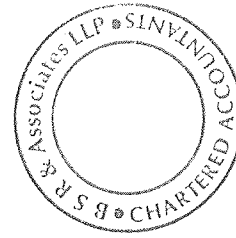
12 Certain Standalone information of the Company in terms of the Regulation 47(1)(b) of the SEBI (listing obligation and disclosure requirements) Regulations, 2015

Particulars	Quarter ended			Year ended	
	December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016
Revenue from operations	220.17	40.38	72.81	596.21	448.46
Profit/(Loss) Before Tax	(3.98)	379.45	(21.71)	385.30	350.46
Profit/(Loss) After Tax	(3.98)	316.39	(22.89)	321.06	329.32

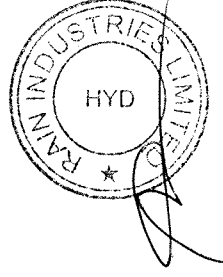
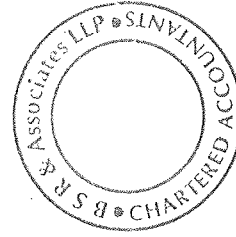
(Rupees in Millions)



Particulars	As at December 31, 2017	As at December 31, 2016
ASSETS		
1. Non-current assets		
(a) Property, Plant and Equipment	29,040.78	31,506.76
(b) Capital work in progress	4,412.47	2,260.68
(c) Goodwill	57,622.46	57,581.30
(d) Other Intangible assets	233.41	137.90
(e) Financial Assets		
(i) Investments	337.96	323.57
(ii) Loans	333.69	306.60
(iii) Other financial assets	-	19.66
(f) Deferred tax asset, net	2,817.18	2,342.71
(g) Non-current tax assets, net	824.22	607.36
(h) Other non-current assets	335.75	84.75
Total non-current assets	95,957.92	95,171.29
2. Current assets		
(a) Inventories	19,985.34	12,678.06
(b) Financial Assets		
(i) Investments	10.00	-
(ii) Trade receivables	16,872.60	10,392.29
(iii) Cash and cash equivalents	7,241.69	9,157.35
(iv) Bank balances other than (iii) above	2,174.22	1,281.31
(v) Loans	41.70	70.00
(vi) Other financial assets	84.70	59.68
(c) Other current assets	3,134.89	1,984.34
Total current assets	49,545.14	35,623.03
Total assets	145,503.06	130,794.32



EQUITY AND LIABILITIES		
1. Equity		
(a) Equity Share Capital	672.69	672.69
(b) Other Equity	38,768.34	30,975.44
Total equity attributable to equity holders of the Company	39,441.03	31,648.13
Non-controlling interests	1,013.24	704.99
Total equity	40,454.27	32,353.12
2. Liabilities		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings		
(ii) Other financial liabilities		
(b) Provisions	37,397.17	68,524.78
(c) Deferred tax liability, net	341.83	463.79
(d) Non-current tax liabilities, net	9,654.08	8,301.18
(e) Other non-current liabilities	1,739.64	2,648.38
Total non-current liabilities	49,132.72	80,338.13
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	3,190.80	1,819.34
(ii) Trade payables	11,511.57	7,604.12
(iii) Other financial liabilities (Refer note 7)	37,777.85	6,024.93
(b) Other Current liabilities	906.55	899.79
(c) Provisions	788.94	961.32
(d) Current tax liabilities, net	1,067.23	602.29
Total current liabilities	55,242.94	17,911.79
Total equity and liabilities	145,503.06	130,794.32



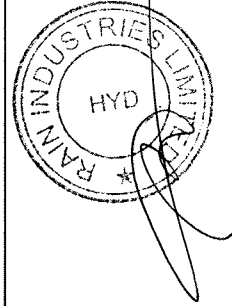
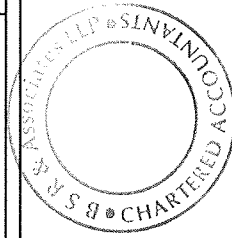
Consolidated Segment wise Revenue, Results, Assets and Liabilities:

The Company has considered business segment as the primary segment for reporting. The products considered for business segment are:

- (a) Carbon Products
(b) Chemicals
(c) Cement

(Rupees in Millions)

Particulars	Quarter ended			Year ended	
	December 31, 2017	September 30, 2017	December 31, 2016	December 31, 2017	December 31, 2016
1) Segment Revenue					
(a) Carbon Products	25,174.33	25,368.21	19,262.94	91,240.80	72,331.40
(b) Chemicals	4,641.39	5,257.65	4,744.27	20,572.02	20,493.93
(c) Cement	2,136.84	2,191.69	2,459.84	9,705.73	10,612.24
Total	31,952.56	32,817.55	26,467.05	121,518.55	103,437.57
Less: Inter Segment Revenue	504.63	2,309.44	2,177.40	7,047.19	8,492.88
Net Sales / Revenue from Operations	31,447.93	30,508.11	24,289.65	114,471.36	94,944.69
2) Segment Results					
Profit before Finance Costs, Other Income and Exceptional items from each segment					
(a) Carbon Products	5,430.17	5,267.54	2,023.05	16,303.43	7,576.94
(b) Chemicals	37.39	(15.11)	764.39	738.80	1,886.17
(c) Cement	144.98	150.53	189.93	403.97	654.19
Total	5,612.54	5,402.96	2,977.37	17,446.20	10,117.30
Less: i) Finance Costs	1,465.02	1,462.95	1,662.69	5,946.71	6,308.45
ii) Other Income	(197.77)	(255.70)	(363.38)	(1,134.28)	(1,211.57)
iii) Exceptional items	1,133.00	-	-	1,803.30	261.56
iv) Share of profit from associates	(8.84)	-	(41.53)	(8.84)	(41.53)
Total Profit Before Tax	3,221.13	4,195.71	1,719.59	10,839.31	4,800.39
3) Segment Assets					
(a) Carbon Products	109,207.41	105,559.22	98,248.74	109,207.41	98,248.74
(b) Chemicals	25,369.88	24,853.39	22,329.99	25,369.88	22,329.99
(c) Cement	7,244.89	7,140.91	7,227.30	7,244.89	7,227.30
(d) Unallocated	3,680.88	3,299.84	2,988.29	3,680.88	2,988.29
Total	145,503.06	140,853.36	130,794.32	145,503.06	130,794.32
4) Segment Liabilities					
(a) Carbon Products	22,275.26	19,470.74	14,438.84	22,275.26	14,438.84
(b) Chemicals	7,274.62	6,805.17	6,920.17	7,274.62	6,920.17
(c) Cement	2,035.44	1,987.78	1,969.87	2,035.44	1,969.87
(d) Unallocated	73,463.47	74,521.02	75,112.32	73,463.47	75,112.32
Total	105,048.79	102,784.71	98,441.20	105,048.79	98,441.20



15

Reconciliation of net profit for the period/year under generally accepted accounting principles (Previous Indian GAAP) and as per Ind AS is given below:			
Sl. No.	Particulars	Quarter ended December 31, 2016	Year ended December 31, 2016
(a)	Net profit under Previous Indian GAAP attributable to the owners of the Company	226.58	2,247.27
(b)	Reclassifications of net actuarial loss on defined obligation to other comprehensive income	1,106.37	1,106.37
(c)	Deferred financing costs	(84.43)	(334.77)
(d)	Depreciation and amortisation expense	(173.38)	19.58
(e)	Others	(3.78)	15.09
(f)	Tax adjustments	(195.36)	(144.12)
(g)	Net profit as per Ind AS attributable to the owners of the Company	876.00	2,909.42
(h)	Other comprehensive income/(loss) (net of tax) as per Ind AS attributable to the owners of the Company	(2,223.87)	(1,258.77)
(i)	Total comprehensive income as per Ind AS attributable to the owners of the Company	(1,347.87)	1,650.65

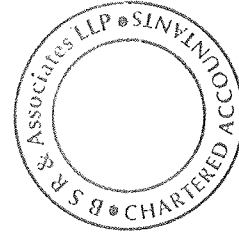
16

Reconciliation of Equity under generally accepted accounting principles (Previous Indian GAAP) and as per Ind AS is given below:		
Sl. No.	Particulars	As at December 31, 2016
(a)	Equity as per Previous Indian GAAP	30,143.52
(b)	Deferred financing costs	1,050.95
(c)	Depreciation and amortisation expense	717.20
(d)	Site restoration liability	(84.85)
(e)	Straightlining of lease rent on land	(51.14)
(h)	Purchase of non-controlling interest adjusted to retained earnings	(604.69)
(i)	Others	(1.50)
(j)	Tax adjustments	478.64
(k)	Equity as per Ind AS	31,648.13

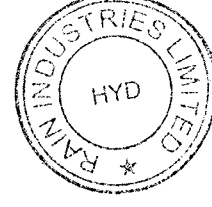
17 Figures for the quarter ended December 31 are the balancing figures between the audited figures in respect of the full financial year ended December 31 and the unaudited figures for the nine months ended September 30.

18 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

19 The Investors can view Standalone Audited Financial Results of the Company on the Company's website www.rain-industries.com or on the BSE Limited website www.bseindia.com or on the National Stock Exchange of India Limited website www.nseindia.com.



For and on behalf of the Board of Directors
RAIN INDUSTRIES LIMITED



(Signature)

N. Jagan Mohan Reddy
Managing Director
DIN:00017633

Place: Hyderabad
Date: February 28, 2018