VIDEOCON

13th August, 2016

To,

The Manager Corporate Relations Department BSE Limited P. J. Towers, Dalal Street, Mumbai- 400 001	The Manager Corporate Relations Department The National Stock Exchange of India Limited Exchange Plaza, Bandra- Kurla Complex, Bandra (East), Mumbai- 400 059

Dear Sir,

Sub:- Un-audited Financial Results of the Company

We refer to the provisions of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and wish to inform you that the Board of Directors of the Company, at their Meeting held today, have taken on record the Un-Audited Financial Results of the Company for the quarter and six months ended 30th June, 2016. A copy of Un-Audited Financial Results along with the Limited Review Report is enclosed herewith.

You are requested to take the same on record.

Thanking you.

Yours truly,
For VIDEOCON INDUSTRIES LIMITED

VENUGOPAL N. DHOOT
CHAIRMAN & MANAGING DIRECTOR
DIN: 00092450

KADAM & CO.
CHARTERED ACCOUNTANTS

HEAD OFFICE :
"Vedant" 879, Viraj Estate,
Opp. Tarakpur Bus Stand,
Ahmednagar - 414 003.
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LIMITED REVIEW REPORT

Date

To
The Board of Directors of
VIDEOCON INDUSTRIES LIMITED

Dear Sir(s)

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **VIDEOCON INDUSTRIES LIMITED** (the "Company") for the Quarter ended 30th June, 2016 ("the Statement"). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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.

3. *As mentioned in Note No. 2 to the unaudited standalone financial results, the Company has up to 30th June, 2016, directly and through its subsidiaries, made investments of Rs. 7,500.20 Crore in Videocon Telecommunications Limited (VTL), the subsidiary. The licenses awarded by the Department of Telecommunications (DoT) to VTL to provide Unified Access Services in 21 circles in India w.e.f. 25th January, 2008, were quashed by the Hon'ble Supreme Court of India, vide its order and judgment dated 2nd February, 2012. Subsequently, VTL participated in the auction conducted by DoT and has been awarded the Unified Licenses (Access Services) for 6 circles with effect from 16th February, 2013, which are valid for a period of 20 years. VTL was also allotted spectrum in these 6 circles.*

   VTL has been continuously incurring losses and has huge accumulated losses as at 30th June, 2016. The ability of VTL to continue as a going concern is substantially dependent on its ability to fund its operating and capital expenditure requirements. VTL has entered into agreement dated 16th March, 2016 with Bharti Airtel Limited for trading the right to use 2 x 5 MHz Spectrum in the 1800 MHz band allotted to it in 6 circles at an aggregate consideration of Rs. 4,428.00 Crore, and the said transaction has been concluded on 24th May, 2016. VTL is confident of continuing its commercial operations in the National Long Distance (NLD) and International Long Distance (ILD) Business.

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Date

However, in view of the huge accumulated losses of the VTL, we are unable to express an opinion on the extent of realisability of aforesaid investments in VTL. The consequential effect of the above, on the standalone financial results for the quarter and period ended 30th June, 2016 is not ascertainable.

4. Based on our review conducted as above, *except for the possible effect of the matter described in paragraph 3 above, the impact of which on the results of the Company is unascertainable,* nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the applicable Accounting Standards issued under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For KADAM & CO.
CHARTERED ACCOUNTANTS
Firm Registration No.: 104524W

G. C. KAKADE
PARTNER
Membership No.: 124254

Place: Mumbai
Date: 13th August, 2016

VIDEOCON INDUSTRIES LIMITED

Registered office : 14KM Stone, Aurangabad - Paithan Road,
Village Chittegaon, Taluka Paithan, Dist. Aurangabad - 431 105
CIN No. L99999MH1986PLC103624

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH JUNE, 2016

PART I [Rs. in Crore]

Particulars	Quarter ended			Six Months ended		Year ended
	30.06.2016	31.03.2016	30.06.2015	30.06.2016	30.06.2015	31.12.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
a) Net Sales/Income from operations (net of excise duty)	2,794.13	2,768.07	3,113.00	5,562.20	6,192.27	12,387.03
b) Other Operating Income	10.35	6.71	6.10	17.06	16.97	31.18
Total Income from Operations (net)	**2,804.48**	**2,774.78**	**3,119.10**	**5,579.26**	**6,209.24**	**12,418.21**
2. Expenses						
a) Cost of Materials consumed	1,018.43	1,021.53	986.30	2,039.96	1,969.21	4,073.30
b) Purchases of stock-in-trade	992.04	996.76	982.92	1,988.80	1,961.55	3,991.93
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5.08	7.27	1.91	12.35	(0.47)	20.90
d) Employee benefits expense	72.60	68.31	70.49	140.91	144.18	283.43
e) Depreciation and amortisation expense	141.06	156.63	180.07	297.69	339.29	701.71
f) Other expenses	429.40	427.62	483.24	857.02	990.47	1,883.51
Total Expenses	**2,658.61**	**2,678.12**	**2,704.93**	**5,336.73**	**5,404.23**	**10,954.78**
3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	**145.87**	**96.66**	**414.17**	**242.53**	**805.01**	**1,463.43**
4. Other Income	92.69	267.18	190.63	359.87	404.10	844.33
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	**238.56**	**363.84**	**604.80**	**602.40**	**1,209.11**	**2,307.76**
6. Finance costs	597.75	598.43	590.72	1,196.18	1,182.07	2,368.46
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	**(359.19)**	**(234.59)**	**14.08**	**(593.78)**	**27.04**	**(60.70)**
8. Exceptional items	-	-	-	-	-	-
9. Profit/(Loss) from ordinary activities before tax (7+8)	**(359.19)**	**(234.59)**	**14.08**	**(593.78)**	**27.04**	**(60.70)**
10. Tax expense	(72.55)	(45.00)	3.49	(117.55)	5.99	(4.90)
11. Net Profit/(Loss) from ordinary activities after tax (9-10)	**(286.64)**	**(189.59)**	**10.59**	**(476.23)**	**21.05**	**(55.80)**
12. Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13. Net Profit/(Loss) for the period (11-12)	**(286.64)**	**(189.59)**	**10.59**	**(476.23)**	**21.05**	**(55.80)**
14. Paid-up Equity Share Capital (Face Value Rs.10/- per share)	334.46	334.46	334.46	334.46	334.46	334.46
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	9,972.29
16.i. Earnings per Share (before extraordinary items) (of Rs. 10/- each) (not annualised)						
a) Basic	(8.57)	(5.67)	0.32	(14.24)	0.63	(1.67)
b) Diluted	(8.57)	(5.67)	0.32	(14.24)	0.63	(1.67)
16.ii. Earnings per Share (after extraordinary items) (of Rs. 10/- each) (not annualised)						
a) Basic	(8.57)	(5.67)	0.32	(14.24)	0.63	(1.67)
b) Diluted	(8.57)	(5.67)	0.32	(14.24)	0.63	(1.67)

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Notes:

1. The Statutory Auditors have carried out limited review of the above results and the same have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 13th August, 2016.

2. In respect of Auditors' qualifications in the review report for the quarter ended 30th June, 2016, regarding the extent of realisability of the investments in Videocon Telecommunications Limited (VTL), the subsidiary, the explanation of management is as under:

   The Company has, directly and through its subsidiaries, made investments of Rs. 7,500.20 Crore in Videocon Telecommunications Limited (VTL), the subsidiary. The licenses awarded by the Department of Telecommunications (DoT) to VTL to provide Unified Access Services (UAS) in 21 circles in India w.e.f. 25th January, 2008, were quashed by the Hon'ble Supreme Court of India, vide its order and judgment dated 2nd February, 2012. Subsequently, VTL participated in the auction conducted by DoT and has been awarded the Unified Licenses (Access Services) for 6 circles with effect from 16th February, 2013, which are valid for a period of 20 years. VTL was also allotted spectrum in these 6 circles. VTL has entered into agreement dated 16th March, 2016 with Bharti Airtel Limited for trading the right to use 2 x 5 MHz Spectrum in the 1800 MHz band allotted to it in 6 circles at an aggregate consideration of Rs. 4,428.00 Crore, in terms of the Guidelines for Trading of Access Spectrum by Access Service Providers dated 12th October, 2015 issued by the WPC Wing of the DoT. The said transaction has been concluded on 24th May, 2016.

   Though VTL has huge accumulated losses, its networth is positive and the management is confident of continuing its commercial operations in the National Long Distance (NLD) and International Long Distance (ILD) Business. Accordingly, in the opinion of the management, no provision is required for diminution in the value of aforesaid investments in VTL.

3. Tax expense for the quarter and period ended represents provision for current tax, MAT credit entitlement, deferred tax and excess/short provision of income tax for earlier years.

4. The figures have been regrouped/reclassified wherever necessary to make them comparable.

5. Segment-wise details of Revenue, Results and Capital Employed:

[Rs. in Crore]

Particulars	Quarter ended			Six Months ended		Year ended
	30.06.2016	31.03.2016	30.06.2015	30.06.2016	30.06.2015	31.12.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
i) Segment revenue						
a) Consumer electronics and home appliances	2,671.87	2,682.61	2,885.08	5,354.48	5,736.38	11,612.63
b) Crude oil and natural gas	128.70	87.83	230.03	216.53	464.44	789.38
c) Power	3.91	4.34	3.99	8.25	8.42	16.20
Total	2,804.48	2,774.78	3,119.10	5,579.26	6,209.24	12,418.21
Less: Inter segment revenue	-	-	-	-	-	-
Net sales/income from operations	2,804.48	2,774.78	3,119.10	5,579.26	6,209.24	12,418.21
ii) Segment results						
[Profit before tax and finance costs from each segment]						
a) Consumer electronics and home appliances	106.96	83.36	370.31	190.32	735.44	1,315.18
b) Crude oil and natural gas	40.65	13.72	47.67	54.37	73.68	161.52
c) Power	2.03	2.40	1.97	4.43	4.71	8.79
Total	149.64	99.48	419.95	249.12	813.83	1,485.49
Less:						
a) Finance costs	597.75	598.43	590.72	1,196.18	1,182.07	2,368.46
b) Other unallocable expenditure net of unallocable income (income)	(88.92)	(264.36)	(184.85)	(353.28)	(395.28)	(822.27)
Total profit/(loss) before tax	(359.19)	(234.59)	14.08	(593.78)	27.04	(60.70)
iii) Capital employed						
[Segment assets less segment liabilities]						
[Based on estimates in terms of available data]						
a) Consumer electronics and home appliances	6,487.63	6,711.44	6,778.38	6,487.63	6,778.38	6,772.23
b) Crude oil and natural gas	373.96	381.88	388.57	373.96	388.57	391.15
c) Power	544.09	544.52	544.16	544.09	544.16	545.33
Total capital employed in segments	7,405.68	7,637.84	7,711.11	7,405.68	7,711.11	7,708.71
Unallocable corporate assets less corporate liabilities	2,424.84	2,479.32	2,672.49	2,424.84	2,672.49	2,598.04
Total capital employed	9,830.52	10,117.16	10,383.60	9,830.52	10,383.60	10,306.75

Notes:

i) Segments have been identified in accordance with the Accounting Standard (AS) -17 "Segment Reporting", considering the organization structure and the return/risk profiles of the business.

ii) Segment revenue includes sales and other income directly identifiable and allocable to the segment.

iii) Other unallocable expenditure includes expenses incurred on common services provided to segments and corporate expenses. Unallocable income mainly includes income from investments and divestment income.

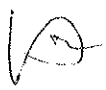
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6. Statement of Standalone Assets and Liabilities:

[Rs. in Crore]

Particulars	As at 30.06.2016 Unaudited	As at 31.12.2015 Audited
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
a) Share capital - Equity share capital	334.46	334.46
b) Reserves and surplus	9,496.06	9,972.29
Sub-total - Shareholders' funds	**9,830.52**	**10,306.75**
2. Grant for Ozone Project	**5.94**	6.14
3. Non-current liabilities		
a) Long-term borrowings	18,049.59	18,588.43
b) Deferred tax liabilities (net)	586.80	704.35
c) Long-term provisions	213.74	209.88
Sub-total - Non-current liabilities	**18,850.13**	**19,502.66**
4. Current liablities		
a) Short-term borrowings	5,850.21	4,312.20
b) Trade payables	1,168.86	1,164.87
c) Other current liabilities	2,850.87	2,516.73
d) Short-term provisions	68.42	67.02
Sub-total - Current liabilities	**9,938.36**	**8,060.82**
TOTAL - EQUITY AND LIABILITIES	**38,624.95**	**37,876.37**
B. ASSETS		
1. Non-current assets		
a) Fixed assets	5,969.80	6,259.78
b) Non-current investments	10,166.66	8,994.71
c) Long-term loans and advances	3,007.70	4,013.08
Sub-total - Non-current assets	**19,144.16**	**19,267.57**
2. Current assets		
a) Current investments	4.79	5.20
b) Inventories	2,337.25	2,359.20
c) Trade receivables	2,759.49	2,858.52
d) Cash and bank balances	4,177.65	2,676.10
e) Short-term loans and advances	9,996.10	10,532.68
f) Other current assets	205.51	177.10
Sub-total - Current assets	**19,480.79**	**18,608.80**
TOTAL - ASSETS	**38,624.95**	**37,876.37**

For and on behalf of the Board of
VIDEOCON INDUSTRIES LIMITED



V. N. DHOOT
CHAIRMAN & MANAGING DIRECTOR

Place: Mumbai
Date : 13th August, 2016