MRF

MRF Limited, Regd. Office : 114, Greams Road, Chennai 600 006
E-mail : mrfshare@mrfmail.com; Tel.: 044-28292777; Fax : 91-44-28295087
CIN : L25111TN1960PLC004306; Website: www.mrftyres.com

071/SH/SE/BOARD/November/2019/KGG
8th November,2019

National Stock Exchange of India Ltd Exchange Plaza 5th Floor Plot No.C/1G Block Bandra-Kurla Complex Bandra (E) Mumbai 400 051	Bombay Stock Exchange Ltd Floor 24 P J Towers Dalal Street Mumbai 400 001

Dear Sir,

Unaudited Financial Results & Limited Review Report for the quarter and half year ended 30th September,2019

Please refer our letter dated 30th October,2019.

Enclosed please find copy of the Unaudited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2019 along with Limited Review Report by the Auditors of the Company.

The above financial results were approved by the Board of Directors at its meeting held today, the 8th November,2019. As part of the Unaudited Financial Results, the Company is also submitting a Statement of Assets & Liabilities as at 30th September, 2019 and the Cash Flow Statement for the half year ended 30th September,2019.

In the said Meeting, the Board of Directors has declared an Interim Dividend of Rs.3/-per equity share [30%] for the financial year ending 31st March,2020. The Company has fixed 22nd November,2019 [22.11.2019] as the record date for the purpose of payment of Interim Dividend. The Interim Dividend declared will be paid on or after 29th November,2019 [29.11.2019].

Further, we wish to inform you that the Board of Directors at its meeting held today, have approved raising of funds by way of issuance of Non-Convertible Debentures on private placement basis aggregating to an amount not exceeding Rs. 102 Crores in one or more tranches, and have authorised the Finance Committee of the Company to determine the detailed terms and conditions thereof.

The meeting of the Board of Directors of the Company commenced at 11.00 a.m and concluded at 12:45 p.m.

Thanking you.

Yours faithfully
For MRF LIMITED

S DHANVANTH KUMAR
COMPANY SECRETARY

SCA AND ASSOCIATES
501 D, POONAM CHAMBERS, A WING
Dr. ANNIE BESANT ROAD, WORLI
MUMBAI-400 018.

MAHESH, VIRENDER & SRIRAM
BADHE HOUSE 6-3-788/36&37A
DURGANAGAR COLONY
AMEERPET, HYDERABAD - 500 016

"LIMITED REVIEW" REPORT ON THE STANDALONE FINANCIAL RESULTS OF MRF LTD FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2019

Independent Auditor's Review Report
To The Board of Directors,
MRF Ltd.,
114, Greams Road
Chennai - 600 006.

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of MRF Limited ("the Company") for the quarter and half year ended 30th September, 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

2. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. The statement, as it relates to the quarter and half year ended 30th September, 2019, has been compiled from the related standalone financial statements prepared in accordance with Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in compliance with the Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the statement based on our review.

3. We conducted our review of the statement 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 statement is 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.

4. Attention is drawn to Note 5 of the Statement which states that the statements of cash flows for the corresponding six months ended 30th September, 2018, as reported in the accompanying Statement has been approved by the Company's Board of Directors, but have not been subjected to review.

5. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SCA AND ASSOCIATES
Chartered Accountants
(Reg.No. 101174W)

(SHIVRATAN AGARWAL)
Partner
M. No. 104180
UDIN : 19104180AAAAGV9542
Chennai, 8th November, 2019

SCA AND ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

For MAHESH, VIRENDER & SRIRAM
Chartered Accountants
(Reg.No.001939S)

(B.R. MAHESH)
Partner
M. No. 18628
UDIN: 19018628AAAADU3786

MAHESH, VIRENDER & SRIRAM HYDERABAD CHARTERED ACCOUNTANTS

MRF LIMITED

Regd.Office: 114, Greams Road, Chennai - 600 006

CIN: L25111TN1960PLC004306; Website: www.mrftyres.com; Email: mrfshare@mrfmail.com; Ph: 044-28292777 FAX: 28295087

Statement of Standalone Unaudited Financial Results for the Quarter and Half year ended 30th September,2019

Rs.Crores

	PARTICULARS	Quarter ended			Half year ended		Year ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	3,947.57	4,409.50	3,893.54	8,357.07	7,729.79	15,837.00
II	Other Income	94.80	104.88	111.31	199.68	182.25	417.47
III	**Total Income(I + II)**	4,042.37	4,514.38	4,004.85	8,556.75	7,912.04	16,254.47
IV	**Expenses**						
	a) Cost of materials consumed	2,407.83	2,603.19	2,600.12	5,011.02	4,919.70	10,220.40
	b) Purchase of stock-in-trade	5.59	5.79	10.09	11.38	21.07	29.86
	c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	(66.44)	87.27	(243.06)	20.83	(254.43)	(608.60)
	d) Employee benefits expense	329.99	308.48	288.10	638.47	559.99	1,144.28
	e) Finance costs	66.49	68.18	64.26	134.67	127.34	247.79
	f) Depreciation and amortisation expense	237.20	228.00	199.77	465.20	386.51	806.27
	g) Other expenses	729.85	801.95	691.91	1,531.80	1,361.06	2,805.58
	Total expenses(IV)	3,710.51	4,102.86	3,611.19	7,813.37	7,121.24	14,645.58
V	**Profit before Exceptional Items and Tax (III-IV)**	331.86	411.52	393.66	743.38	790.80	1,608.89
VI	Exceptional Items	-	-	-	-	-	-
VII	**Profit before Tax**	331.86	411.52	393.66	743.38	790.80	1,608.89
VIII	Tax expense:						
	(1) Current Tax	96.00	131.00	91.00	227.00	206.00	330.00
	(2) Deferred Tax	15.50	12.00	39.62	27.50	61.02	182.02
IX	**Profit for the period from Continuing Operations (VII - VIII)**	220.36	268.52	263.04	488.88	523.78	1,096.87
X	Other Comprehensive Income(OCI)						
	A(i) Items that will not be reclassified to profit or loss	(8.21)	(7.47)	(1.00)	(15.68)	(2.00)	(9.74)
	(ii) Incometax relating to items that will not be reclassified to profit or loss	2.87	2.61	0.34	5.48	0.70	3.40
	B(i) Items that will be reclassified to profit or loss	6.61	(1.10)	4.62	5.51	24.26	(16.56)
	(ii) Incometax relating to items that will be reclassified to profit or loss	(2.31)	0.38	(1.61)	(1.93)	(8.48)	5.79
XI	Total Comprehensive Income for the Period/Year	219.32	262.94	265.39	482.26	538.26	1,079.76
XII	Paid up Equity Share Capital (Face Value of Rs.10/- each)	4.24	4.24	4.24	4.24	4.24	4.24
XIII	Paid up Debt Capital *	340.00	340.00	500.00	340.00	500.00	500.00
XIV	Earnings Per Share for Continuing Operations (of Rs.10/- each) (not annualised):						
	Basic (Rs. Per Share)	519.58	633.13	620.20	1,152.71	1,234.99	2,586.26
	Diluted (Rs. Per Share)	519.58	633.13	620.20	1,152.71	1,234.99	2,586.26
XV	Other Equity excluding Revaluation Reserve	-	-	-	-	-	10,649.06
XVI	Debenture Redemption Reserve	75.53	117.89	110.81	75.53	110.81	115.53
XVII	Net Worth				11,105.01	10,114.85	10,653.30
XVIII	Debt-Equity Ratio **				0.11	0.14	0.14
XIX	Debt service coverage Ratio ***				4.02	15.68	8.42
XX	Interest service coverage Ratio ****				10.43	10.38	10.88

See accompanying Notes to the financial results

S.C.A. AND ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

MAHESH, VIRENDER & SRIRAM CHARTERED ACCOUNTANTS HYDERABAD

Standalone Statement of Assets and Liabilities

Rs.Crores

Particulars	Standalone	
	As at 30.09.2019	As at 31.03.2019
	Unaudited	Audited
ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	6,694.91	6,751.32
(b) Capital Work-in-Progress	2,676.57	1,403.19
(c) Other Intangible Assets	18.85	16.20
(d) Financial Assets		
(i) Investments	1,076.92	1,078.00
(ii) Loans	7.87	0.31
(iii) Other financial assets	19.55	16.03
(e) Deferred Tax Asset(Net)	-	-
(f) Other non-current assets	784.55	642.13
(2) Current Assets		
(a) Inventories	2,970.78	2,950.93
(b) Financial Assets		
(i) Investments	2,333.22	2,770.39
(ii) Trade Receivables	2,274.21	2,361.62
(iii) Cash and cash Equivalents	65.91	57.52
(iv)Bank balances other than Cash and Cash Equivalents	2.63	2.55
(v) Loans	3.18	0.61
(vi) Other financial assets	15.03	13.74
(c) Other current assets	198.22	162.94
(d) Assets Classified as held for Sale	-	0.20
TOTAL ASSETS	**19,142.40**	**18,227.68**
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	4.24	4.24
(b) Other Equity	11,100.77	10,649.06
Total Equity	11,105.01	10,653.30
Liabilities		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	851.17	1,054.73
(b) Provisions	178.02	167.80
(c) Deferred Tax Liabilities (Net)	852.47	839.20
(d) Other non-current liabilities	121.75	76.29
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	347.36	408.86
(ii) Trade Payables:		
(A) total outstanding dues of micro enterprises and Small enterprises and	15.59	21.25
(B) total outstanding dues of creditors other than micro enterprises and Small enterprises	2,643.13	2,306.39
(iii) Other Financial Liabilities	983.69	761.65
(b) Other Current Liabilities	1,760.36	1,781.13
(c) Provisions	168.49	149.23
(d) Current Tax Liabilities (Net)	115.36	7.85
Total Liabilities	8,037.39	7,574.38
TOTAL EQUITY AND LIABILITIES	**19,142.40**	**18,227.68**

SCA AND ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

MAHESH, VIRENDER & SRIRAM CHARTERED ACCOUNTANTS HYDERABAD

MRF LIMITED

UNAUDITED STANDALONE CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2019

(Rupees Crores)

	Half Year ended			
	30th September 2019		30th September 2018	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
NET PROFIT BEFORE TAX		**743.38**		**790.80**
Adjustment for :				
Depreciation	465.20		386.51	
Unrealised Exchange (Gain) / Loss	(1.07)		(2.68)	
Finance Cost	134.67		127.34	
Interest Income	(12.63)		(3.76)	
Dividend Income	(0.12)		(0.03)	
Loss / (Gain) on Sale / Disposal of Property Plant and Equipment	(3.87)		1.29	
Fair Value changes in Investments	(20.71)		(99.83)	
Fair Value changes in Financial Instruments	(17.23)		12.70	
Loss / (Gain) on Sale of Investments	(124.93)		(21.89)	
Other Adjustments	0.18	**419.49**	(0.05)	**399.60**
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES		**1,162.87**		**1,190.40**
Trade receivables	91.12		(26.45)	
Other receivables	(55.65)		(42.07)	
Inventories	(19.85)		(376.69)	
Trade Payable and Provisions	342.24		553.01	
Other liabilities	(77.06)	280.80	(13.95)	93.85
CASH GENERATED FROM OPERATIONS		**1,443.67**		**1,284.25**
Direct Taxes paid		(111.70)		(87.53)
NET CASH FROM OPERATING ACTIVITIES		**1,331.97**		**1,196.72**
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property Plant and Equipment	(1,474.32)		(831.44)	
Proceeds from sale of Property Plant and Equipment	5.13		0.59	
Purchase of Investments	(1,069.58)		(1,187.86)	
Proceeds from sale of Investments	1,653.48		951.01	
Fixed Deposits with Banks matured	0.78		2.35	
Loans (Financial assets) given	(8.00)		(15.66)	
Interest Income	12.30		3.94	
Dividend income	0.12		0.03	
NET CASH USED IN INVESTING ACTIVITIES		**(880.09)**		**(1,077.04)**
C. CASH FLOW FROM FINANCING ACTIVITIES				
(Repayments) / Proceeds from Working Capital Facilities (Net)	(61.54)		19.92	
Repayment of Term Loans	(42.39)		-	
Repayment of Debentures	(160.00)		-	
Repayment of Fixed Deposits	-		(2.15)	
Deferred payment Credit	(0.27)		(0.24)	
Interest paid	(151.68)		(149.64)	
Dividend and Dividend Distribution Tax	(27.61)		(27.61)	
NET CASH FROM FINANCING ACTIVITIES		**(443.49)**		**(159.72)**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**8.39**		**(40.04)**
OPENING BALANCE OF CASH AND CASH EQUIVALENTS		**57.52**		**98.79**
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		**65.91**		**58.75**

Note:
The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) - Statement of Cash Flow.

SCA AND ASSOCIATES * CHARTERED ACCOUNTANTS * MUMBAI

MAHESH, VIRENDER & SRIRAM * CHARTERED ACCOUNTANTS * HYDERABAD

Notes:

(1) The above unaudited standalone financial results for the Quarter and Half year ended 30th September,2019 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2019. The same have also been subjected to Limited Review by the Statutory Auditors.

(2) These financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34-Interim Financial Repoting prescribed under Section 133 of the Companies Act, 2013 read with the rules thereunder and in terms of SEBI Circular dated 5th July,2016.

(3) The Company is dealing mainly in rubber products and has no other reportable segment.

(4) The Board of Directors has approved the payment of interim dividend of Rs.3/-per share payable to Shareholders as on the record date 22.11.2019.

(5) The Standalone Cash Flow Statement for the half year ended 30th September,2018 is approved by the Board of Directors of the Company and has not been subjected to Limited Review by the Statutory Auditors.

(6) The Company's rating agencies,i.e.CARE and ICRA has reaffirmed its rating of "CARE AAA" / " [ICRA] AAA" for Non Convertible Debentures: CARE has also reaffirmed the rating of "CARE AAA" for Long term Banking Facility and, " CARE A1+" for Short term Banking Facility.

(7) The Company has adopted Ind AS 116 effective from 1st April, 2019 using modified retrospective method , and recognising the cumulative impact on the date of initial application i.e. 1st April, 2019. Accordingly, the comparative figures relating to the previous periods / year have not been restated.The net impact of adoption of this standard on the Profit After Tax for the Current Quarter and Half year ended 30th September, 2019 is not material.

(8) The Listed Secured Redeemable Non Convertible Debentures of the Company aggregating to Rs.340 Crore as on 30th September,2019 are secured by way of legal mortgage of Company's Land at Taluka Kadi,District Mehsana,Gujarat, India and hypothecation by way of first charge on Plant & Machinery at the Company's Plants at Perambalur, Trichy, Tamilnadu, equivalent to the outstanding amount.

(9) Details of Secured Non-Convertible Debentures are as follows:

Sl No	Particulars	Previous Due Date (Paid on Due date)		Next Due Date	
		Principal	Interest	Principal (Part redemption)	Interest
1	10.09% Non-Convertible Debentures - 340 Crs	27th May 2019	27th May 2019	27th May 2020	27th May 2020

(10) Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on 20th September, 2019, Corporate Assessees have been given the option to apply lower income tax rate with effect from 1st April, 2019, subject to certain conditions specified therein. The company is in the process of evaluating the impact of availment of the said option and accordingly, no effect in this regard has presently been considered in the measurement of tax expense for the quarter and the period ended 30th September, 2019 and the consequent impact on the deferred tax as of that date.

(11) The figures for the previous periods have been regrouped wherever necessary.

* Paid up Debt Capital represents Secured Redeemable Non-Convertible Debentures.

** Debt to Equity Ratio : Long Term Debts/(Total Net Worth - Debenture Redemption Reserve)

*** Debt Service Coverage Ratio : EBDIT/(Interest + Principal Repayment during the period)

**** Interest Service Coverage Ratio : EBDIT/Interest Expenses

For MRF LIMITED

RAHUL MAMMEN MAPPILLAI
Managing Director

Place: Chennai
Date: 8th November, 2019

SCA AND ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

MAHESH, VIRENDER & SRIRAM CHARTERED ACCOUNTANTS HYDERABAD

SCA AND ASSOCIATES
501 D, POONAM CHAMBERS, A WING
Dr. ANNIE BESANT ROAD, WORLI
MUMBAI-400 018.

MAHESH, VIRENDER & SRIRAM
BADHE HOUSE 6-3-788/36&37A
DURGANAGAR COLONY
AMEERPET, HYDERABAD - 500 016

"LIMITED REVIEW" REPORT ON THE CONSOLIDATED FINANCIAL RESULTS OF MRF LTD FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2019

Independent Auditor's Review Report
To The Board of Directors,
MRF Ltd.,
114, Greams Road
Chennai – 600 006.

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of MRF Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter and half year ended 30th September, 2019 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").

2. This Statement is the responsibility of the Holding Company's Management and is approved by the Holding Company's Board of Directors. The statement, as it relates to the quarter and half year ended 30th September, 2019, has been compiled from the related Consolidated Financial Statements prepared in accordance with Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued there under and other accounting principles generally accepted in India and in compliance with the Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the statement based on our review.

3. We conducted our review of the statement 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. A review of interim financial information consists of making enquires, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. Attention is drawn to Note 2 to the fact that the consolidated figures for the corresponding Quarter and Six months ended 30th September,2018 and the statement of cash flows for the corresponding period from April 01, 2018 to September 30,2018, as reported in these unaudited consolidated financial results have been approved by the Parent's Board of Directors, but have not been subjected to review since the requirement of submission of quarterly consolidated financial results has become mandatory effective 01st April 2019.

5. The statements includes the results of the following entities :

Name of the Entity	Relationship
MRF Corp Limited	Wholly Owned Subsidiary
MRF Lanka (Private) Limited	Wholly Owned Subsidiary
MRF SG Pte Ltd.	Wholly Owned Subsidiary
MRF International Limited	Subsidiary

SCA AND ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

MAHESH, VIRENDER & SRIRAM HYDERABAD CHARTERED ACCOUNTANTS

6. The statement includes the interim financial results and other financial information of four subsidiaries whose interim financial results/information reflects Group's share of total assets of Rs. 313.14 Crores as at 30th September,2019 , and group's share of total revenues of Rs. 60.74 Crores and Rs.123.02 Crores, Group's share of net profit after tax of Rs.8.60 Crores and Rs.13.35 Crores and Group's share of total comprehensive income of Rs. (8.77) Crores and Rs.(4.02) Crores for the Quarter ended 30th September,2019 and for the period 01st April, 2019 to 30th September,2019 respectively and net cash inflow of Rs.67.89 Crores for the period 01st April,2019 to 30th September,2019 as considered in the statement of cash flows, which have not been reviewed. These interim financial results and other financial information have been certified by the management. According to the information and explanations given to us by the Management, these interim financial results and financial information are not material to the group. Our conclusion on the statement is not modified in respect of the above matter.

7. Based on our review conducted as stated in paragraph 3 above , nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SCA AND ASSOCIATES
Chartered Accountants
(Reg.No. 101174W)

(SHIVRATAN AGARWAL)
Partner
M. No. 104180
UDIN : 19104180AAAAGW5329
Chennai, 8th November, 2019

SCA AND ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

For MAHESH, VIRENDER & SRIRAM
Chartered Accountants
(Reg.No.001939S)

(B.R. MAHESH)
Partner
M. No. 18628
UDIN: 19018628AAAADV5745

MAHESH, VIRENDER & SRIRAM HYDERABAD CHARTERED ACCOUNTANTS

MRF LIMITED

Regd.Office: 114, Greams Road, Chennai - 600 006

CIN: L25111TN1960PLC004306; Website: www.mrftyres.com; Email: mrfshare@mrfmail.com; Ph: 044-28292777 FAX: 28295087

Rs.Crores

Statement of Consolidated Unaudited Financial Results for the Quarter and Half year ended 30th September,2019

	PARTICULARS	Quarter ended			Half year ended		Year ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations	4,007.63	4,470.82	3,946.77	8,478.45	7,829.76	16,062.46
II	Other Income	95.48	105.84	112.00	201.32	183.52	421.73
III	**Total Income(I + II)**	4,103.11	4,576.66	4,058.77	8,679.77	8,013.28	16,484.19
IV	**Expenses**						
	a) Cost of materials consumed	2,425.75	2,633.21	2,610.90	5,058.96	4,959.56	10,292.57
	b) Purchase of stock-in-trade	5.68	5.90	10.32	11.58	21.62	30.60
	c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	(66.14)	83.29	(241.40)	17.15	(250.93)	(613.83)
	d) Employee benefits expense	336.20	314.63	293.74	650.83	571.04	1,165.28
	e) Finance costs	71.75	72.01	68.91	143.76	134.92	267.31
	f) Depreciation and amortisation expense	237.63	228.36	200.11	465.99	387.17	807.60
	g) Other expenses	749.93	821.45	707.29	1,571.38	1,377.06	2,882.48
	Total expenses(IV)	3,760.80	4,158.85	3,649.87	7,919.65	7,200.44	14,832.01
V	**Profit before Exceptional Items and Tax (III-IV)**	342.31	417.81	408.90	760.12	812.84	1,652.18
VI	Exceptional Items	-	-	-	-	-	-
VII	**Profit before Tax**	342.31	417.81	408.90	760.12	812.84	1,652.18
VIII	Tax expense:						
	(1) Current Tax	97.88	132.54	90.99	230.42	205.97	339.17
	(2) Deferred Tax	15.47	12.00	39.62	27.47	61.02	182.40
IX	**Profit for the period from Continuing Operations (VII - VIII)**	228.96	273.27	278.29	502.23	545.85	1,130.61
X	Other Comprehensive Income(OCI)						
	A(i) Items that will not be reclassified to profit or loss	(8.21)	(7.47)	(1.00)	(15.68)	(2.00)	(9.63)
	(ii) Incometax relating to items that will not be reclassified to profit or loss	2.87	2.61	0.35	5.48	0.70	3.37
	B(i) Items that will be reclassified to profit or loss	(10.76)	(1.10)	(23.27)	(11.86)	(3.63)	(0.30)
	(ii) Incometax relating to items that will be reclassified to profit or loss	(2.31)	0.38	(1.61)	(1.93)	(8.47)	5.79
XI	Total Comprehensive Income for the year attributable to:						
	Owners of the Company	210.55	267.69	252.76	478.24	532.45	1,129.84
	Non Controlling Interest		-				0.01
XII	Paid up Equity Share Capital (Face Value of Rs.10/- each)	4.24	4.24	4.24	4.24	4.24	4.24
XIII	Paid up Debt Capital *	340.00	340.00	500.00	340.00	500.00	500.00
XIV	Earnings Per Share for Continuing Operations (of Rs.10/- each) (not annualised):						
	Basic (Rs. Per Share)	539.85	644.33	656.17	1,184.19	1,287.04	2,665.82
	Diluted (Rs. Per Share)	539.85	644.33	656.17	1,184.19	1,287.04	2,665.82
XV	Other Equity excluding Revaluation Reserve	-	-	-	-	-	10,833.11
XVI	Debenture Redemption Reserve	75.53	117.89	110.81	75.53	110.81	115.53
XVII	Net Worth				11,285.15	10,114.85	10,837.47
XVIII	Debt-Equity Ratio **				0.11	0.14	0.14
XIX	Debt service coverage Ratio ***				4.00	15.68	8.11
XX	Interest service coverage Ratio ****				9.93	10.38	10.32

See accompanying Notes to the financial results

SCA AND ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

MAHESH, VIRENDER & SRIRAM CHARTERED ACCOUNTANTS HYDERABAD

Consolidated Statement of Assets and Liabilities

Rs.Crores

Particulars	Consolidated	
	As at 30.09.2019	As at 31.03.2019
	Unaudited	Audited
ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	6,713.91	6,769.77
(b) Capital Work-in-Progress	2,677.76	1,403.47
(c) Other Intangible Assets	18.87	16.23
(d) Financial Assets		
(i) Investments	1,055.86	1,057.00
(ii) Loans	7.92	0.36
(iii) Other financial assets	21.96	88.05
(e) Deferred Tax Asset(Net)	0.07	0.06
(f) Other non-current assets	787.84	642.52
(2) Current Assets		
(a) Inventories	3,018.77	2,993.20
(b) Financial Assets		
(i) Investments	2,353.06	2,797.68
(ii) Trade Receivables	2,312.02	2,382.71
(iii) Cash and cash Equivalents	178.23	101.95
(iv)Bank balances other than Cash and Cash Equivalents	2.63	2.55
(v) Loans	3.18	0.61
(vi) Other financial assets	16.14	14.02
(c) Other current assets	287.32	170.88
(d) Assets Classified as held for Sale	-	0.20
TOTAL ASSETS	**19,455.54**	**18,441.26**
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	4.24	4.24
(b) Other Equity	11,280.79	10,833.11
Non Controlling Interest	0.12	0.12
Total Equity	11,285.15	10,837.47
Liabilities		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	851.17	1,054.73
(b) Provisions	178.22	168.11
(c) Deferred Tax Liabilities (Net)	853.47	840.20
(d) Other non-current liabilities	121.78	76.32
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,342.10	1,047.66
(ii) Trade Payables:		
(A) total outstanding dues of micro enterprises and Small enterprises and	15.59	21.25
(B) total outstanding dues of creditors other than micro enterprises and Small enterprises	1,760.48	1,688.13
(iii) Other Financial Liabilities	998.60	763.32
(b) Other Current Liabilities	1,762.90	1,783.82
(c) Provisions	168.49	149.48
(d) Current Tax Liabilities (Net)	117.59	10.77
Total Liabilities	8,170.39	7,603.79
TOTAL EQUITY AND LIABILITIES	**19,455.54**	**18,441.26**

SCA AND ASSOCIATES * CHARTERED ACCOUNTANTS * MUMBAI

MAHESH, VIRENDER & SRIRAM * CHARTERED ACCOUNTANTS * HYDERABAD

MRF LIMITED

UNAUDITED CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2019

(Rupees Crores)

	Half Year ended			
	30th September 2019		30th September 2018	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
NET PROFIT BEFORE TAX		**760.12**		**812.84**
Adjustment for :				
Depreciation	465.99		387.17	
Unrealised Exchange (Gain) / Loss	16.30		(2.68)	
Finance Cost	143.76		134.92	
Interest Income	(15.33)		(5.27)	
Dividend Income	(0.02)		0.24	
Loss / (Gain) on Sale / Disposal of Property Plant and Equipment	(3.88)		1.29	
Fair Value changes in Investments	(22.43)		(100.64)	
Fair Value changes in Financial Instruments	(17.23)		12.70	
Loss / (Gain) on Sale of Investments	(124.93)		(21.89)	
Other Adjustments	(0.08)	**442.15**	(0.05)	**405.79**
OPERATING PROFIT/(LOSS) BEFORE WORKING CAPITAL CHANGES		**1,202.27**		**1,218.63**
Trade receivables	75.48		(99.88)	
Other receivables	(134.27)		177.99	
Inventories	(25.57)		(383.89)	
Trade Payable and Provisions	46.46		(61.18)	
Other liabilities	(28.97)	(66.87)	61.38	(305.58)
CASH GENERATED FROM OPERATIONS		**1,135.40**		**913.05**
Direct Taxes paid		(121.68)		(94.20)
NET CASH FROM OPERATING ACTIVITIES		**1,013.72**		**818.85**
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property Plant and Equipment	(1,505.86)		(832.32)	
Proceeds from sale of Property Plant and Equipment	5.14		0.59	
Purchase of Investments	(1,069.58)		(1,191.86)	
Proceeds from sale of Investments	1,653.48		951.01	
Fixed Deposits with Banks matured	69.82		(3.18)	
Loans (Financial assets) given	(8.00)		10.84	
Interest Income	14.18		2.62	
Dividend income	0.02		(0.24)	
NET CASH USED IN INVESTING ACTIVITIES		**(840.80)**		**(1,062.54)**
C. CASH FLOW FROM FINANCING ACTIVITIES				
(Repayments) / Proceeds from Working Capital Facilities (Net)	294.44		403.35	
Repayment of Term Loans	(42.39)		-	
Repayment of Debentures	(160.00)		-	
Repayment of Fixed Deposits	-		(2.15)	
Deferred payment Credit	(0.27)		(0.24)	
Interest paid	(160.81)		(160.80)	
Dividend and Dividend Distribution Tax	(27.61)		(27.61)	
NET CASH FROM FINANCING ACTIVITIES		**(96.64)**		**212.55**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		**76.28**		**(31.14)**
OPENING BALANCE OF CASH AND CASH EQUIVALENTS		**101.95**		**193.06**
CLOSING BALANCE OF CASH AND CASH EQUIVALENTS		**178.23**		**161.92**

Note:

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) - Statement of Cash Flow.

SCA AND ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ MUMBAI

MAHESH, VIRENDER & SRIRAM ★ CHARTERED ACCOUNTANTS ★ HYDERABAD

Notes:

(1) The above unaudited consolidated financial results for the Quarter and Half year ended 30th September,2019 were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 8th November, 2019. The same have also been subjected to Limited Review by the Statutory Auditors.

(2) The Consolidated Financial results include the results of the holding company and four subsidiaries.The holding company with its subsidiaries is here in referred to as the Group.In the previous year,the Group has opted to publish Consolidated Financial results on an annual basis.Accordingly, the Consolidated Financial results for the Quarter and Half year ended 30th September,2018 and Cash Flow Statement for the Half year ended 30th September,2018 are approved by the Board of Directors of the Company but have not been subjected to review by the Statutory Auditors.

(3) These financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34-Interim Financial Repoting prescribed under Section 133 of the Companies Act, 2013 read with the rules thereunder and in terms of SEBI Circular dated 5th July,2016.

(4) The group except for MRF Corp Ltd, is engaged in the manufacture of rubber products such as Tyre, Tubes, Flaps, Tread Rubber and / or Trading in Rubber and Rubber Chemicals. In the context of IND-AS 108 operating segment are considered to constitute one single primary segment. MRF Corp Ltd is engaged in the manufacture of Speciality Coatings and its revenues, results and assets do not meet the criteria specified for reportable segment prescribed in the IND-AS. The group's operations outside India do not exceed the quantitative threshold for disclosure envisaged in the IND-AS. Non-reportable segments have not been disclosed as unallocated reconciling item in view of their materiality. In view of the above, primary and secondary reporting disclosures for business/geographical segment are not applicable.

(5) The Holding Company's rating agencies,i.e.CARE and ICRA has reaffirmed its rating of "CARE AAA" / " [ICRA] AAA" for Non Convertible Debentures: CARE has also reaffirmed the rating of "CARE AAA" for Long term Banking Facility and, " CARE A1+" for Short term Banking Facility.

(6) The Group has adopted Ind AS 116 effective from 1st April, 2019 using modified retrospective method , and recognising the cumulative impact on the date of initial application i.e. 1st April, 2019. Accordingly, the comparative figures relating to the previous periods / year have not been restated.The net impact of adoption of this standard on the Profit After Tax for the current quarter and half year ended 30th September, 2019 is not material.

(7) The Listed Secured Redeemable Non Convertible Debentures of the Holding Company aggregating to Rs.340 Crore as on 30th September,2019 are secured by way of legal mortgage of Holding Company's Land at Taluka Kadi,District Mehsana,Gujarat, India and hypothecation by way of first charge on Plant & Machinery at the Holding Company's Plants at Perambalur, Trichy, Tamilnadu, equivalent to the outstanding amount.

(8) Details of Secured Non-Convertible Debentures are as follows:

Sl No	Particulars	Previous Due Date (Paid on Due date)		Next Due Date	
		Principal	Interest	Principal (Part redemption)	Interest
1	10.09% Non-Convertible Debentures - 340 Crs	27th May 2019	27th May 2019	27th May 2020	27th May 2020

(9) Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on 20th September, 2019, Corporate Assessees have been given the option to apply lower income tax rate with effect from 1st April, 2019, subject to certain conditions specified therein. The group is in the process of evaluating the impact of availment of the said option and accordingly, no effect in this regard has presently been considered in the measurement of tax expense for the quarter and the period ended 30th September, 2019 and the consequent impact on the deferred tax as of that date.

(10) The figures for the previous periods have been regrouped wherever necessary.

* Paid up Debt Capital represents Secured Redeemable Non-Convertible Debentures.

** Debt to Equity Ratio : Long Term Debts/(Total Net Worth - Debenture Redemption Reserve)

*** Debt Service Coverage Ratio : EBDIT/(Interest + Principal Repayment during the period)

**** Interest Service Coverage Ratio : EBDIT/Interest Expenses

For MRF LIMITED

RAHUL MAMMEN MAPPILLAI
Managing Director

Place: Chennai
Date: 8th November, 2019

SCA AND ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

MAHESH, VIRENDER & SRIRAM CHARTERED ACCOUNTANTS HYDERABAD