

INDO RAMA SYNTHETICS (INDIA) LIMITED

Registered Office : A-31, MIDC Industrial Area, Butibori-441122, District Nagpur, Maharashtra.

Corporate Office : 20th Floor, DLF Square, DLF City Phase II, Gurgaon -122002, Haryana

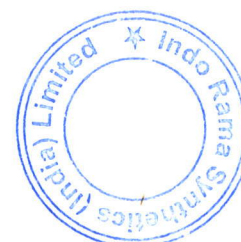
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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2016

(Rs. in crores, unless otherwise indicated)

S.No.	Particulars	Quarter-Ended	
		30.06.2016	30.06.2015
		Unaudited	Unaudited (Refer note 1)
1	Income from operations		
	(a) Net sales/income from operations (net of excise duty)	632.45	627.92
	(b) Other operating income (refer note 4)	14.69	14.56
	Total income from operations (net)	647.14	642.48
2	Expenses		
	(a) Cost of materials consumed	509.52	554.94
	(b) Changes in inventories of finished goods and work-in-progress	4.77	(72.33)
	(c) Employee benefits expense	26.14	27.55
	(d) Other expenses	102.76	99.78
	Total expenses before depreciation and amortisation, finance costs and foreign exchange fluctuation	643.19	609.94
3	Profit from operations before depreciation and amortisation, other income, finance costs and foreign exchange fluctuation	(1-2)	3.95
4	Depreciation and amortisation expense	19.47	20.25
5	Total expenses after depreciation and amortisation but before finance costs and foreign exchange fluctuation	(2+4)	662.66
6	Profit / (Loss) from operations before other income, finance costs and foreign exchange fluctuation	(1-5)	(15.52)
7	Other income	17.73	3.30
8	Profit from ordinary activities before finance costs and foreign exchange fluctuation	(6+7)	2.21
9	Finance costs	20.69	10.62
10	Foreign exchange fluctuation gain / (loss)	(6.80)	3.27
11	Profit / (Loss) from ordinary activities before tax	(8-9+10)	(25.28)
12	Income tax expense / (credit) (refer note 2)	(8.72)	2.38
13	Net Profit / (Loss) for the period	(11-12)	(16.56)
14	Other comprehensive income after tax (OCI)	-	-
15	Total comprehensive income after tax	(13+14)	5.86
16	Paid-up equity share capital (face value of Rs.10 per share)	151.82	151.82
17	Basic and diluted EPS for the period (Rs. per share of Rs. 10 each)	(1.09)	0.39

See accompanying notes to the unaudited financial results.



1. Financial results for the quarter ended 30 June 2016 are in compliance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning 1 April 2016, the Company has, for the first time adopted Ind AS with a transition date of 1 April 2015. Consequently, erstwhile Indian Generally Accepted Accounting Principles (IGAAP) results for the quarter ended 30 June 2015 have been restated to make them comparable. The reconciliation of net profit reported under erstwhile IGAAP and as restated under Ind AS is given below:

Particulars	(Rs in crore)
	Quarter ended 30.06.2015
Net profit as per previous GAAP	4.91
Fair valuation of investments, classified as fair value through profit and loss (refer note (i) below)	1.77
Incremental borrowings cost (refer note (ii) below)	(0.04)
Others (refer note (iii) below)	0.02
Tax impact of above adjustments	(0.80)
Net profit as per Ind AS	5.86

- (i) Investments (other than investments in subsidiaries) have been classified as “fair value through profit or loss” under Ind AS as against cost basis under erstwhile IGAAP and consequential adjustments has been considered in the period in which fair value has changed.
- (ii) Represents additional borrowing cost pursuant to adjustment of processing fee paid at the time of disbursement of term loans against the carrying value of loans as on the date of transition to conform the effective interest rate method required under Ind AS.
- (iii) Others include adjustments for depreciation on reversal of revaluation reserve created on leasehold lands and fair value adjustments for security deposits given.

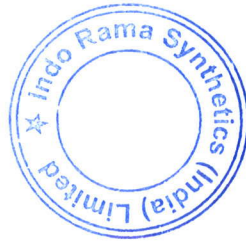
The Ind AS-compliant corresponding figures in the previous year have not been subjected to review / audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.

2. The Company's business comprises of Polyester products, which is highly competitive and in the last few years there has been an over-supply in the industry. This has resulted in lower profit margins. However, the Company has taken several initiatives to improve its operational performance in terms of specialty products, higher capacity utilization, cost control initiatives and addition of new customers. Based on the above the Company believes that the profitability will improve over the next few years. The Company is confident that the deferred tax assets carried at the end of the period is fully recoverable.

3. Tax expense includes deferred tax charge / (credit).



4. During the quarter ended 30 June 2016, the Company has recognised interest of Rs.0.73 crore under 'other operating income' on the insurance claim recoverable for the loss of certain assets and loss suffered due to business interruption under loss of profit policy relating to fire incidence at its plant in 2007-08. As legally advised, the Company is of the view that the amount recognised is fully recoverable. This is in line with accounting treatment adopted in the previous periods.
5. The Company's business activity falls within a single primary business segment viz. 'Polyester'.
6. The Audit Committee reviewed the above results. The Board of Directors, at their meeting held on 31 August 2016, has approved the above results.
7. The statement does not include Ind AS - compliant results for the immediately preceding quarter and previous year ended 31 March 2016 as the same are not mandatory as per SEBI's circular dated 5 July 2016.
8. The Statutory Auditors of the Company have reviewed the financial results for the quarter ended 30 June 2016, and report has been issued subject to item 2 and 4 above. The report of the Statutory Auditors is being filed with the BSE Limited and the National Stock Exchange of India Limited. For more details on unaudited results, visit Investor Relations section of our website at www.indoramaindia.com and Financial Results under Corporates section of www.nseindia.com and www.bseindia.com.
9. Previous period figures have been regrouped / recast, wherever necessary, to make them comparable.



For and on behalf of the Board of Directors
Indo Rama Synthetics (India) Limited

Om Prakash Lohia
Chairman & Managing Director
DIN: 00206807

Place: Gurgaon
Date: 31 August 2016