

GODREJ INDUSTRIES LIMITED
CIN : L24241MH1988PLC097781

Regd. Office: Godrej One Pirojshanagar, Eastern Express Highway, Vikhroli, Mumbai - 400 079

PART I - STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2017

(Amounts in Rs. Crore)

Standalone Results						Particulars	Consolidated Results					
Quarter Ended		Nine Months Ended		Year Ended			Quarter Ended		Nine Months Ended		Year Ended	
31-Dec-17 (Unaudited)	30-Sep-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Dec-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Mar-17 (Audited)		31-Dec-17 (Unaudited)	30-Sep-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Dec-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Mar-17 (Audited)
495.13	480.78	410.52	1,498.77	1,143.36	1,602.17	Revenue from Operations (refer note 5)	2,458.48	2,464.91	2,165.50	7,088.14	6,478.37	8,482.53
7.85	7.35	6.50	23.43	26.55	46.88	Other Income	63.52	57.84	47.04	229.38	131.46	175.84
502.98	488.13	417.02	1,522.20	1,169.91	1,649.05	TOTAL INCOME	2,522.00	2,522.75	2,212.54	7,317.52	6,609.83	8,658.37
362.80	302.78	279.62	959.02	813.57	1,111.86	EXPENSES						
-	-	-	-	-	-	a) Cost of Materials Consumed	1,294.96	1,266.70	1,177.25	3,844.75	3,622.42	4,727.59
8.63	4.88	0.13	13.99	18.61	18.68	b) Cost of Property Development	494.71	341.27	337.65	1,013.88	788.16	1,073.31
(23.18)	(0.13)	1.25	(14.91)	(81.03)	(46.05)	c) Purchase of Stock in Trade	147.89	198.02	102.36	495.43	429.69	515.04
-	-	24.67	27.99	75.88	102.08	d) Change in Inventories of Finished Goods, Work in Progress and Stock in Trade	(53.94)	35.44	(26.01)	(20.08)	(62.97)	(45.90)
34.31	31.91	30.62	96.59	89.27	116.25	e) Excise Duty (refer note 5)	-	-	26.23	48.56	86.25	117.40
50.72	53.79	52.78	159.45	155.56	207.86	f) Employee Benefits Expenses	125.13	122.89	103.88	363.98	316.79	429.21
14.38	14.36	13.44	43.07	37.87	52.43	g) Finance Costs	101.14	109.64	109.17	310.19	315.07	399.52
77.63	63.48	56.82	208.19	171.28	231.29	h) Depreciation and Amortisation Expenses	41.44	40.45	38.36	122.46	109.03	148.14
525.29	471.07	459.33	1,493.39	1,281.01	1,794.40	i) Other Expenses	297.23	280.64	246.75	869.80	768.52	1,027.25
(22.31)	17.06	(42.31)	28.81	(111.10)	(145.35)	TOTAL EXPENSES	2,448.56	2,395.05	2,115.64	7,048.97	6,372.96	8,391.56
266.77	-	-	266.77	-	-	Profit / (Loss) Before Exceptional Items and Tax	73.44	127.70	96.90	268.55	236.87	266.81
244.46	17.06	(42.31)	295.58	(111.10)	(145.35)	Exceptional Items - (net) (refer note 13 and 14)	12.05	-	22.22	12.05	22.22	22.76
-	-	-	-	-	-	Profit / (Loss) For the Period	85.49	127.70	119.12	280.60	259.09	289.57
244.46	17.06	(42.31)	295.58	(111.10)	(145.35)	Share of Profit of Equity Accounted Investees (net of Income Tax)	102.47	84.10	95.96	250.16	250.87	336.66
6.00	-	-	6.00	-	-	Profit / (Loss) Before Tax	187.96	211.80	215.08	530.76	509.96	626.23
-	-	-	-	-	(0.11)	Tax Expenses						
238.46	17.06	(42.31)	289.58	(111.10)	(145.24)	a) Current Tax (refer note 11 and 12)	45.14	57.70	56.76	156.05	139.90	185.92
(0.48)	(0.48)	(0.39)	(1.44)	(1.16)	(1.92)	b) Deferred Tax	11.91	6.75	9.93	20.71	6.47	(18.51)
-	-	-	-	-	-	Profit / (Loss) After Tax	130.91	147.35	148.39	354.00	363.59	458.82
(0.48)	(0.48)	(0.39)	(1.44)	(1.16)	(1.92)	OTHER COMPREHENSIVE INCOME						
-	-	-	-	-	-	Items that will not be reclassified subsequently to Profit or Loss	(1.84)	(3.93)	(2.32)	(10.02)	(2.71)	(8.87)
-	-	-	-	-	-	Income Tax relating to items that will not be reclassified subsequently to Profit or Loss	0.31	0.61	-	2.46	-	1.60
-	-	-	-	-	-	Items that will be reclassified subsequently to Profit or Loss	(10.89)	-	0.05	(15.42)	0.32	(15.46)
(0.48)	(0.48)	(0.39)	(1.44)	(1.16)	(1.92)	Income Tax relating to items that will be reclassified subsequently to Profit or Loss	(1.48)	0.08	-	0.19	-	(1.09)
237.98	16.58	(42.70)	288.14	(112.26)	(147.16)	Other Comprehensive Income for the Period, net of Income Tax	(13.90)	(3.24)	(2.27)	(22.79)	(2.39)	(23.82)
238.46	17.06	(42.31)	289.58	(111.10)	(145.24)	TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	117.01	144.11	146.12	331.21	361.20	435.00
-	-	-	-	-	-	Net Profit Attributable to :						
(0.48)	(0.48)	(0.39)	(1.44)	(1.16)	(1.92)	a) Owners of the Company	90.68	94.75	89.95	222.16	210.91	256.45
-	-	-	-	-	-	b) Non-Controlling Interest	40.23	52.60	58.44	131.84	152.68	202.37
237.98	16.58	(42.70)	288.14	(112.26)	(147.16)	Other Comprehensive Income Attributable to :						
33.63	33.63	33.45	33.63	33.45	33.61	a) Owners of the Company	(10.49)	(5.23)	(2.08)	(18.56)	(2.06)	(23.08)
7.09	0.51	(1.26)	8.61	(3.31)	(4.32)	b) Non-Controlling Interest	(3.41)	1.99	(0.19)	(4.23)	(0.33)	(0.74)
7.09	0.51	(1.26)	8.60	(3.30)	(4.32)	Total Comprehensive Income Attributable to :						
-	-	-	-	-	-	a) Owners of the Company	80.19	89.52	87.87	203.60	208.85	233.37
-	-	-	-	-	-	b) Non-Controlling Interest	36.82	54.59	58.25	127.61	152.35	201.63
-	-	-	-	-	-	Paid-up Equity Share Capital (Face value - Re. 1 per share)	33.63	33.63	33.45	33.63	33.45	33.61
-	-	-	-	-	-	Reserves excluding Revaluation Reserve	-	-	-	-	-	3,162.01
-	-	-	-	-	-	Earnings per Equity Share						
-	-	-	-	-	-	a) Basic (Face Value of Re 1 each)	2.69	2.81	2.61	6.57	6.08	7.13
-	-	-	-	-	-	b) Diluted (Face Value of Re 1 each)	2.68	2.80	2.61	6.57	6.07	7.12

Notes :

- 1 The above results which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 14, 2018. The financial results are in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder. The financial results have been subjected to a limited review by the Statutory Auditors of the Company and the review report on the unaudited consolidated financials results has a modified conclusion (in respect of the matter stated in note 10 to the Statement) and for the unaudited standalone financial results is an unmodified conclusion.
- 2 During the quarter the board of directors of Godrej Industries Limited (GIL) and Vora Soaps Limited (VSL) have approved the amalgamation of VSL with GIL under section 230-232 of the Companies Act 2013, and other applicable provisions of the Companies Act 2013, and accordingly an application under regulation 37 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 was filed with the Stock Exchanges. Upon receipt of Observation letter / No-objection letter from the exchanges, applications under section 230-232 of the Companies Act 2013 would be filed with National Company Law Tribunal (NCLT).
- 3 During the nine months ended December 31, 2017, the Company has issued 129,508 equity shares of Re. 1 each to eligible employees of the Company and its subsidiaries against the exercise of options given under Employees Stock Grant Scheme for an aggregate value of Rs. 4.39 crore.
- 4 During the nine months ended December 31, 2017, under the Employee Stock Grant Scheme, the Company has granted 96,267 stock grants to eligible employees of the Company and its subsidiaries. Upon vesting, as per the Scheme, equivalent number of equity shares of nominal value of Re. 1 each in the Company shall be issued to the eligible employees on exercising their grants.
- 5 The Government of India introduced the Goods and Services Tax (GST) with effect from July 1, 2017, consequently revenue from operations for the quarter ended December 31, 2017 and September 30, 2017 is net of GST, however revenue for all other periods presented (including the quarter ended June 30, 2017 included in the figures presented for the nine months ended December 31, 2017) is inclusive of excise duty and hence, total income from operations for the quarter and nine months ended December 31, 2017 are not comparable with the previous periods.
- 6 Managerial Remuneration paid for the previous year exceeded the permissible limit as prescribed under Schedule V of the Companies Act 2013 by Rs 4.54 crore. The Company is in the process of obtaining approval from Central Government of India for such excess remuneration paid. Pending such approvals, the amount is held in trust on behalf of the Company.
- 7 To give effect to the Scheme of Amalgamation ("the Scheme") of Godrej Gokarna Oil Palm Ltd (GGOPL), Godrej Oil Palm Ltd (GOPL) and Cauvery Palm Oil Ltd (CPOL) ("the Transferor Companies") with Godrej Agrovet Limited ("the Transferee Company"), effective April 1, 2011, ("the Appointed date") as sanctioned by the Honourable High Court of Judicature at Bombay ("the Court"), vide its Order dated March 16, 2012, the following entries have been recorded.
 - i. Amortisation of Intangible Assets of the Transferor Companies amounting to Rs.1.06 Crore each for the Quarters ended December 31, 2017, September 30, 2017 and December 31, 2016, Rs.3.19 Crore each for the nine months period ended December 31, 2017 and December 31, 2016 and Rs. 4.25 Crore for the Financial Year ended March 31, 2017 recorded in the books of the Transferee Company are charged against the balance in the General Reserve Account of the Transferee Company. The Gross Book value of these Assets now held by the Transferee Company is Rs.42.51 Crore.
 - ii. Provision created against the loan advanced to the ESOP Trust of Godrej Industries Limited amounting to Rs.20.00 Crore was directly charged against the balance in the Securities Premium Account of the Transferee Company. During the Financial Year ended March 31, 2017, the Company has written back this provision of Rs.20.00 Crore as the said advance has been recovered and hence, no longer doubtful and the same has been shown as exceptional item.

Had the Scheme not prescribed the above treatment, profit for each of the Quarters ended December 31, 2017, September 30, 2017 and December 31, 2016 would have been lower by Rs.0.69 Crore and for each of the nine months periods ended December 31, 2017 and December 31, 2016 would have been lower by Rs.2.08 Crore respectively and for the Financial Year ended March 31, 2017 would have been lower by Rs.2.78 Crore.
- 8 To give effect to the Honourable Bombay High Court's Order dated March 8, 2013, an amount of Rs.110.04 Crore standing to the credit of the Securities Premium Account of the Company has been utilised to create Reserve for Employee Compensation Account of the Company. The expenses in respect of the Company's ESOP scheme will be charged against the Reserve for Employee Compensation Account, of which Rs.3.90 Crore has been utilised for the Financial Year ended March 31, 2017.

Had the Scheme not prescribed this treatment the profit for the Financial Year ended March 31, 2017 would have been lower by Rs 3.90 Crore.

- 9 A Scheme of Amalgamation ("the Scheme") for the amalgamation of Goldmuhor Agrochem & Feeds Limited (called "the Transferor Company") with Godrej Agrovet Limited (the "Transferee Company"), with effect from October 1, 2013, ("the Appointed date") was sanctioned by the Honourable High Court of Judicature at Bombay ("the Court"), vide its Order dated September 20, 2013 and certified copies of the Order of the Court sanctioning the Scheme were filed with the Registrar of Companies, Maharashtra on December 13, 2013 (the "Effective Date").

To give effect to the Honourable Bombay High Court's Order dated September 20, 2013 regarding Scheme of the Arrangement, the following entry has been recorded.

An amount of Rs.20 Crore has been transferred from the General Reserve Account and used to increase the Reserve for Employee Compensation Expenses, of which Rs.19.86 Crore has been utilised for the Financial Year ended March 31, 2017. Had the Scheme not prescribed this treatment the profit for the Financial Year ended March 31, 2017 would have been lower by Rs.19.86 Crore.

Earnings per share has been adjusted for effects of above expenses which have been debited to reserves pursuant to various court schemes, as referred in note 7, 8 and 9 above and Emphasis of matters paragraphs in the Review reports issued by the Statutory Auditors.

- 10 Godrej Agrovet Limited, a subsidiary company, had paid remuneration to its Managing Director during the Financial year ended March 31, 2017 which is in excess of the limits given under Section 197 of the Companies Act, 2013 read with Schedule V of the Act by Rs 86.61 Crore. The company has applied to the Central Government and is awaiting approval in respect of the same.
- 11 The current tax expense in the unaudited standalone results for quarter and nine months ended December 31, 2017 includes charge for the previous years Rs 1.76 crore (September 30, 2017 NIL, December 31 2016 NIL and March 31, 2017 NIL).
- 12 The current tax expense in the unaudited consolidated results for quarter and nine months ended December 31, 2017 includes charge for the previous years Rs 2.47 crore (September 30, 2017 NIL, December 31 2016 Rs 2.02 crore and March 31, 2017 NIL).
- 13 Exceptional items in the unaudited standalone results of current quarter and nine months ended December 31, 2017 comprises profit on sale of non current investments in the IPO of Godrej Agrovet Limited (GAVL) of Rs 266.77 crore. As the Company continues to hold controlling stake in GAVL, based on the accounting treatment as prescribed in IND AS 110 (Consolidated Financial Statements) the resultant gain has been directly recognised in Reserves and hence the same does not form part of unaudited consolidated profits.
- 14 Exceptional items in the unaudited consolidated results of current quarter and nine months ended December 31, 2017 comprises gain recognised by a subsidiary company of Godrej Agrovet Limited on cancellation of an agreement for supply of product with one of its customer of Rs 19.33 crore and loss due to inventory written off by the subsidiary company aggregating Rs 7.28 crore.

15 Consolidated Segmental Information

(Amounts in Rs. Crore)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-17 (Unaudited)	30-Sep-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Dec-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Mar-17 (Audited)
1	Segment Revenue						
	Chemicals	447.71	376.34	368.91	1,221.45	1,010.84	1,437.10
	Animal Feeds	646.97	611.89	631.06	1,893.32	2,015.50	2,620.82
	Veg Oils	217.89	361.71	159.15	796.58	619.22	728.29
	Estate and Property Development	684.15	549.23	559.39	1,587.59	1,267.94	1,747.56
	Finance and Investments	39.75	95.22	35.10	263.38	76.10	200.06
	Dairy	282.46	292.77	243.72	883.46	752.28	1,009.92
	Crop Protection	155.85	259.28	149.67	694.62	651.86	764.73
	Others	106.80	75.94	101.20	267.97	292.17	374.01
	Total	2,581.58	2,622.38	2,248.20	7,608.37	6,685.91	8,882.49
	Less : Inter Segment Revenue	40.25	99.63	13.44	271.52	53.86	201.36
Total	2,541.33	2,522.75	2,234.76	7,336.85	6,632.05	8,681.13	
2	Segment Results (Profit Before Interest and Tax)						
	Chemicals	34.19	15.15	23.38	64.05	57.53	77.12
	Animal Feeds	38.11	30.05	39.51	107.98	121.71	167.69
	Veg Oils	29.60	64.33	26.29	117.97	115.08	120.95
	Estate and Property Development	83.67	113.22	144.19	267.73	252.03	340.77
	Finance and Investments	8.73	4.04	22.06	16.20	28.01	32.86
	Dairy	8.96	4.46	6.22	14.66	34.94	36.67
	Crop Protection	35.89	64.74	26.50	171.95	150.23	170.79
	Others	(15.64)	(8.77)	(24.72)	(34.69)	(55.55)	(87.45)
	Profit Before Interest and Tax	223.51	287.22	263.43	725.85	703.98	859.40
	Less : Interest (net)	101.14	109.64	109.17	310.19	315.07	399.52
Less : Other Unallocable Expenses (net)	36.88	49.88	35.14	135.06	129.82	170.31	
Profit Before Tax	85.49	127.70	119.12	280.60	259.09	289.57	
3	Segment Assets						
	Chemicals	1,491.42	1,452.50	1,529.99	1,491.42	1,529.99	1,373.71
	Animal Feeds	899.01	929.12	865.99	899.01	865.99	947.66
	Veg Oils	447.05	430.00	339.23	447.05	339.23	324.64
	Estate and Property Development	7,807.45	7,612.01	7,421.77	7,807.45	7,421.77	7,624.48
	Finance and Investments	2,706.81	2,619.75	2,585.64	2,706.81	2,585.64	2,623.84
	Dairy	722.72	676.72	668.86	722.72	668.86	693.57
	Crop Protection	1,083.72	1,141.14	931.35	1,083.72	931.35	867.37
	Others	254.45	251.39	191.69	254.45	191.69	136.13
	Unallocated	489.02	535.79	364.63	489.02	364.63	627.13
	Total	15,901.65	15,648.42	14,899.15	15,901.65	14,899.15	15,218.53
4	Segment Liabilities						
	Chemicals	462.27	373.62	325.07	462.27	325.07	348.85
	Animal Feeds	499.52	546.92	521.59	499.52	521.59	719.89
	Veg Oils	116.17	95.74	43.80	116.17	43.80	30.86
	Estate and Property Development	5,266.21	5,094.83	5,034.08	5,266.21	5,034.08	5,189.17
	Finance and Investments	5.80	2.79	2.76	5.80	2.76	2.73
	Dairy	251.94	211.63	201.40	251.94	201.40	226.43
	Crop Protection	453.96	516.36	415.92	453.96	415.92	368.71
	Others	127.89	123.44	129.80	127.89	129.80	117.93
	Unallocated	3,255.97	3,907.37	3,500.72	3,255.97	3,500.72	3,543.75
	Total	10,439.73	10,872.70	10,175.14	10,439.73	10,175.14	10,548.32

Notes to Consolidated Segmental Information :

- a) Unallocable expenditure includes general admin expenses and other expenses incurred on common services at the corporate level and relate to the Group as a whole.
- b) Others includes seeds business, energy generation through windmills and gourmet and fine foods.
- c) Segment Revenue Reconciliation :

(Amounts in Rs. Crore)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-17 (Unaudited)	30-Sep-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Dec-17 (Unaudited)	31-Dec-16 (Unaudited)	31-Mar-17 (Audited)
1	Total Income from Operations	2,522.00	2,522.75	2,212.54	7,317.52	6,609.83	8,658.37
2	Exceptional Items - (refer note 14)	19.33	-	22.22	19.33	22.22	22.76
	Total	2,541.33	2,522.75	2,234.76	7,336.85	6,632.05	8,681.13

- 16 In view of acquisitions and changes in the Company's shareholdings during the period in some of the subsidiaries, joint ventures and associates, the consolidated results for the period are not strictly comparable with those of the previous periods.
- 17 Figures for the previous periods have been regrouped / restated wherever necessary to facilitate comparison.

By Order of the Board
For Godrej Industries Limited

Place: Mumbai
Date : February 14, 2018

N. B. Godrej
Managing Director