

GODREJ INDUSTRIES LIMITED

CIN : L24241MH1988PLC097781

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

(Amounts in Rs. Crore)

Standalone Results				Particulars	Consolidated Results			
Quarter Ended			Year Ended		Quarter Ended			Year Ended
30-Jun-18 (Unaudited)	31-Mar-18 (Audited)	30-Jun-17 (Unaudited)	31-Mar-18 (Audited)		30-Jun-18 (Unaudited)	31-Mar-18 (Audited)	30-Jun-17 (Unaudited)	31-Mar-18 (Audited)
527.56	487.55	522.86	1,986.32	Revenue from Operations (refer note 6)	3,031.26	2,004.25	2,717.62	9,108.79
9.06	10.00	8.23	33.43	Other Income	77.55	338.80	108.23	560.95
536.62	497.55	531.09	2,019.75	TOTAL INCOME	3,108.81	2,343.05	2,825.85	9,669.74
306.96	319.92	293.44	1,278.94	EXPENSES	1,376.32	1,038.05	1,283.09	5,063.59
-	-	-	-	a) Cost of Materials Consumed	857.85	450.96	606.20	1,344.54
0.02	(6.18)	0.48	7.81	b) Cost of Property Development	184.23	126.27	149.52	621.70
(7.37)	28.20	8.40	13.29	c) Purchase of Stock in Trade	(18.98)	22.24	(1.58)	2.16
-	-	27.99	27.99	d) Change in Inventories of Finished Goods, Work in Progress and Stock in Trade	-	-	48.56	48.56
30.47	36.96	30.37	133.55	e) Excise Duty (refer note 6)	148.36	194.58	125.93	574.16
57.14	52.98	54.94	212.43	f) Employee Benefits Expenses	126.07	102.95	99.66	413.15
14.22	25.51	14.33	68.58	g) Finance Costs	41.22	52.81	40.56	175.27
71.71	79.70	67.08	287.89	h) Depreciation and Amortisation Expenses	283.90	329.01	284.97	1,185.09
473.15	537.09	497.03	2,030.48	i) Other Expenses	2,998.97	2,316.87	2,636.91	9,428.22
63.47	(39.54)	34.06	(10.73)	TOTAL EXPENSES	109.84	26.18	188.94	241.52
-	0.61	-	267.38	Profit / (Loss) Before Exceptional Items, Share of Profit of Equity Accounted Investees and Tax	-	-	-	12.05
63.47	(38.93)	34.06	256.65	Exceptional Items - (net) (refer note 10 and 11)	109.84	26.18	188.94	253.57
-	-	-	-	Profit / (Loss) Before Share of Profit of Equity Accounted Investees and Tax	88.93	111.16	55.04	343.06
63.47	(38.93)	34.06	256.65	Share of Profit of Equity Accounted Investees (net of Income Tax)	198.77	137.34	243.98	596.63
-	7.48	-	13.48	Profit / (Loss) Before Tax	33.51	13.37	53.21	169.43
-	1.77	-	1.77	Tax Expenses	36.32	(54.19)	38.54	(57.04)
63.47	(48.18)	34.06	241.40	a) Current Tax	128.94	178.16	152.23	484.24
-	-	-	-	b) Deferred Tax				
(0.07)	1.16	(0.48)	(0.28)	Profit / (Loss) After Tax				
-	-	-	-	OTHER COMPREHENSIVE INCOME				
-	-	-	-	Items that will not be reclassified subsequently to Profit or Loss	(0.52)	(1.36)	(4.25)	(11.38)
-	-	-	-	Income Tax relating to items that will not be reclassified subsequently to Profit or Loss	0.31	1.37	1.54	3.83
-	-	-	-	Items that will be reclassified subsequently to Profit or Loss	33.64	22.30	(4.53)	6.88
-	-	-	-	Income Tax relating to items that will be reclassified subsequently to Profit or Loss	(0.52)	(0.38)	1.59	(0.19)
(0.07)	1.16	(0.48)	(0.28)	Other Comprehensive Income for the Period, net of Income Tax	32.91	21.93	(5.65)	(0.86)
63.40	(47.02)	33.58	241.12	TOTAL COMPREHENSIVE INCOME	161.85	200.09	146.58	483.38
63.47	(48.18)	34.06	241.40	Net Profit Attributable to :	78.75	142.63	80.70	337.71
-	-	-	-	a) Owners of the Company	50.19	35.53	71.53	146.53
-	-	-	-	b) Non-Controlling Interest				
(0.07)	1.16	(0.48)	(0.28)	Other Comprehensive Income Attributable to :	32.70	21.70	(2.84)	3.14
-	-	-	-	a) Owners of the Company	0.21	0.23	(2.81)	(4.00)
-	-	-	-	b) Non-Controlling Interest				
63.40	(47.02)	33.58	241.12	Total Comprehensive Income Attributable to :	111.45	164.33	77.86	340.85
-	-	-	-	a) Owners of the Company	50.40	35.76	68.72	142.53
-	-	-	-	b) Non-Controlling Interest				
33.64	33.63	33.63	33.63	Paid-up Equity Share Capital (Face value - Re. 1 per share)	33.64	33.63	33.63	33.63
-	-	-	1,766.93	Reserves excluding Revaluation Reserve				3,450.01
1.89	(1.43)	1.01	7.18	Earnings per Equity Share (refer note 8)	2.33	4.23	2.39	10.00
1.89	(1.43)	1.01	7.17	a) Basic (Face Value of Re 1 each)	2.33	4.23	2.39	9.99
				b) Diluted (Face Value of Re 1 each)				

Notes :

- The above unaudited financial 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 August 13, 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 financial results has a modified opinion (in respect of the matter stated in note 9 to the Statement) and for the unaudited standalone financial results is an unmodified opinion.
- IND AS 115 - Revenue from Contracts with Customers has been notified by Ministry of Corporate Affairs (MCA) on March 28, 2018 and is effective from accounting period beginning on or after April 01, 2018. The adoption of the standard did not have any material impact on the financial results of the Company and its subsidiaries except in the case of Godrej Properties Limited (a subsidiary). The said subsidiary company has applied full retrospective approach in adopting the new standard (for all contracts other than completed contracts) and accordingly restated the previous period numbers as per point in time (Projected Completion Method) of revenue recognition. Accordingly, the previous period numbers of the Consolidated Financial results have been restated.

The following table summaries the impact (net of taxes) of adopting IND AS 115 on the Group's Financial Results:

Particulars	(Amounts in Rs. Crore)		
	Quarter ended		Year ended
	31-Mar-18	30-Jun-17	31-Mar-18
Total Comprehensive Income as reported	299.02	70.10	630.24
Attributable to :			
a) Owners of the Company	220.90	33.90	424.51
b) Non-Controlling Interest	78.12	36.20	205.73
Change in adoption of IND AS 115 (net of taxes)	(98.93)	76.48	(146.86)
Total Comprehensive Income on adoption of IND AS 115	200.09	146.58	483.38
Attributable to :			
a) Owners of the Company	164.33	77.86	340.85
b) Non-Controlling Interest	35.76	68.72	142.53

The following table summaries the impact (net of taxes) of adopting IND AS 115 on the Group's Financial Results:

Particulars	(Amounts in Rs. Crore)	
	As at 31- Mar-18	
	Other Equity	Non Controlling Interest
As reported	3875.26	1,796.88
Change in net worth on adoption of IND AS 115 (net of taxes)	(425.25)	(317.66)
On adoption of IND AS 115	3450.01	1479.22

- The Board of Directors of your Company approved the Scheme of Amalgamation of Vora Soaps Limited with Godrej Industries Limited and their respective Shareholders ('Scheme') in their meeting held on 14th December, 2017. The Scheme was subject to the approval of the Hon'ble National Company Law Tribunal ('NCLT'), shareholders and/ or creditors and such other competent authority as may be directed by the Hon'ble NCLT. Accordingly, the Scheme was filed with the Stock Exchanges for their approval and upon receipt of their no-objection letters, the Company proceeded with filing an application u/s 230-232 with the Hon'ble NCLT which was admitted on 17th May, 2018. Pursuant to the directions of the Hon'ble NCLT, a meeting of the Equity Shareholders of the Company was convened and held on 5th July 2018, wherein the shareholders approved the Scheme, without modifications, by requisite majority. After such approval by the shareholders, the Company has filed a petition u/s 230-232 with the Hon'ble NCLT which is pending approval.
- During the period ended June 30, 2018, the Company has issued 108,182 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. 4.48 crore.

- 5 During the period ended June 30, 2018, under the Employee Stock Grant Scheme, the Company has granted 58,767 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.
- 6 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 June 30, 2018 and March 31, 2018 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 year ended March 31, 2018) is inclusive of excise duty and hence, total revenue from operations for the quarter ended June 30, 2018 is not comparable with the previous periods.
- 7 Managerial Remuneration paid for the previous year ended March 31, 2018 exceeded the permissible limits as prescribed under Schedule V of the Companies Act 2013 by Rs 7.48 crore (March 31, 2017 Rs 4.54 crore). The Company has applied for approval to the Central Government of India for such excess remuneration paid. The approval from the Central Government is currently pending.
- 8 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 Hon'ble High Court of Judicature at Bombay ("the Court"), vide its Order dated March 16, 2012, the following entries have been recorded.

Amortisation of Intangible Assets of the Transferor Companies amounting to Rs.1.06 Crore each for the Quarters ended June 30, 2018, March 31, 2018 and June 30, 2017 and Rs.4.25 Crore for the Financial year ended March 31, 2018 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.

Had the Scheme not prescribed the above treatment, profit for each of the Quarters ended June 30, 2018, March 31, 2018, and June 30, 2017 would have been lower by Rs.0.69 Crore and for the Financial year ended March 31, 2018 would have been lower by Rs.2.77 Crore.

Earnings per share has been adjusted for effects of above expenses which have been debited to reserves pursuant to court schemes, and Emphasis of matter paragraph has been given in the Review report issued by the Statutory Auditors on the Consolidated Financial results.

- 9 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.
- 10 Exceptional items in the audited standalone results for the previous year ended March 31, 2018 comprises profit on sale of non current investments in the IPO of Godrej Agrovet Limited (GAVL) of Rs 267.38 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 had been directly recognised in Reserves and hence the same did not form part of consolidated net profits.
- 11 Exceptional items in the audited consolidated results for the previous year ended March 31, 2018 comprises gain recognised by a subsidiary company of Godrej Agrovet Limited on cancellation of an agreement for supply of products with one of its customers of Rs 19.33 crore and loss due to inventory written off by the subsidiary company aggregating Rs 7.28 crore.

12 Consolidated Segmental Information

(Amounts in Rs. Crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		Restated (refer note 2)			
1	Segment Revenue				
	Chemicals	383.00	444.38	397.40	1,665.83
	Animal Feeds	737.27	682.66	634.46	2,575.98
	Veg Oils	249.56	130.69	216.98	927.27
	Estate and Property Development	1,080.30	540.67	906.31	2,134.07
	Finance and Investments	121.03	29.75	128.41	293.13
	Dairy	312.88	274.20	308.23	1,157.66
	Crop Protection	256.73	187.17	279.49	881.80
	Others	95.35	86.58	85.23	354.54
	Total	3,236.12	2,376.10	2,956.51	9,990.28
	Less : Inter Segment Revenue	127.31	33.05	130.66	301.21
	Total	3,108.81	2,343.05	2,825.85	9,689.07
2	Segment Results (Profit Before Interest and Tax)				
	Chemicals	24.00	27.02	14.71	91.07
	Animal Feeds	36.50	49.18	39.82	157.16
	Veg Oils	37.48	5.97	24.04	123.94
	Estate and Property Development	130.71	73.34	192.61	287.85
	Finance and Investments	1.64	5.69	3.43	21.90
	Dairy	0.20	(1.67)	1.24	13.00
	Crop Protection	76.18	35.09	71.32	207.04
	Others	(19.64)	(13.66)	(10.28)	(48.36)
	Total	287.07	180.96	336.89	853.60
	Less : Interest (net)	126.07	102.95	99.66	413.15
	Less : Other Unallocable Expenses (net)	51.16	51.83	48.29	186.88
	Profit / (Loss) Before Share of Profit of Equity Accounted Investees and Tax	109.84	26.18	188.94	253.57
3	Segment Assets				
	Chemicals	1,499.27	1,369.81	1,443.20	1,369.81
	Animal Feeds	1,070.16	961.99	1,079.15	961.99
	Veg Oils	547.48	494.87	371.18	494.87
	Estate and Property Development	8,954.75	8,898.69	8,518.52	8,898.69
	Finance and Investments	2,819.36	2,819.01	2,560.53	2,819.01
	Dairy	737.17	765.75	692.46	765.75
	Crop Protection	1,234.62	1,037.00	1,043.79	1,037.00
	Others	275.58	275.89	245.31	275.89
	Unallocated	518.33	551.30	487.12	551.30
	Total	17,656.72	17,174.31	16,441.26	17,174.31
4	Segment Liabilities				
	Chemicals	394.13	402.99	379.13	402.99
	Animal Feeds	846.87	694.55	800.38	694.55
	Veg Oils	158.89	150.74	59.26	150.74
	Estate and Property Development	5,978.02	6,954.59	6,561.77	6,954.59
	Finance and Investments	2.44	4.85	10.21	4.85
	Dairy	268.29	296.56	225.05	296.56
	Crop Protection	565.47	434.78	467.51	434.78
	Others	146.11	138.69	119.74	138.69
	Unallocated	3,163.15	3,133.70	3,607.31	3,133.70
	Total	11,523.37	12,211.45	12,230.36	12,211.45

Notes to Consolidated Segmental Information :

- a) Unallocable expenditure includes general and administrative 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 in terms of the measure reported to the Chief Operating Decision Maker:

(Amounts in Rs. Crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30-Jun-18 (Unaudited)	31-Mar-18 (Audited)	30-Jun-17 (Unaudited)	31-Mar-18 (Audited)
				Restated (refer note 2)	
1	Revenue from Operations (refer note 6)	3,031.26	2,004.25	2,717.62	9,108.79
2	Other Income	77.55	338.80	108.23	560.95
3	Exceptional Items - (refer note 11)	-	-	-	19.33
	Total Segment Revenue	3,108.81	2,343.05	2,825.85	9,689.07

- 13 In view of acquisitions and changes in the Company's shareholdings during the period/year in some of the subsidiaries, joint ventures and associates, the consolidated results for the period/year are not strictly comparable with those of the previous periods/year.
- 14 The figures for the quarter ended 31 March 2018 are the balancing figures between the restated audited figures in respect of the full previous financial year and the published year to date figures upto the third quarter of the previous financial year.
- 15 Figures for the previous periods/year have been regrouped / restated wherever necessary to facilitate comparison.

By Order of the Board
For Godrej Industries Limited

Place: Mumbai
Date : August 13, 2018

N. B. Godrej
Managing Director