



HINDUJA FOUNDRIES

January 20, 2017

National Stock Exchange of India Limited
Exchange Plaza , C-1, Block G
Bandra Kurla Complex
Bandra (E), Mumbai - 400 051

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Trading Symbol : HINDUJAFO
Through : NEAPS

Scrip Code : 505982
Through : BSE Listing Centre

Dear Sirs,

Sub : Outcome of the Board Meeting

This is to inform you that at the meeting held today, the Board of Directors of the Company have approved the statement of Unaudited Financial Results for the quarter and nine months ended December 31, 2016.

A copy of the Statement of Unaudited Financial Results along with Limited Review Report are attached herewith.

The meeting commenced at 3.00 p.m. and concluded at 6.20 p.m.

The above information will be made available on the Company's website www.hindujafoundries.com

Yours faithfully,
For Hinduja Foundries Limited,


S VENKATASUBRAMANIAN
COMPANY SECRETARY

Encl a/a

HINDUJA FOUNDRIES LIMITED

Plot No. K-2, SIPCOT Indl. Estate, Arneri Village, Sriperumbudur-602 105.
Phone : 044 - 2716 8017 - 26, Fax : 044 - 2716 8027 Website : www.hindujafoundries.com
Regd. Office : Kathivakkam High Road, Ennore, Chennai - 600 057.
CIN : L27104TN1959PLC003849



HINDUJA GROUP



HINDUJA FOUNDRIES

Hinduja Foundries Limited

Statement of standalone unaudited results for the quarter and nine months ended December 31, 2016

Rs in lakhs

Sl. No	Particulars	Quarter ended			Year to date figures for nine months ended	Year to date figures for fifteen months ended	Financial Year (Eighteen months) ended
		December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015	March 31, 2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited) (See Note 5)	(Unaudited) (See Note 5)	(Audited) (See Note 5)
1	Income from operations						
	(a) Net sales/income from operations (Net of excise duty)	16,024.37	15,532.52	13,210.83	48,180.58	70,471.71	84,232.09
	(b) Other operating income	59.92	25.26	57.86	99.26	278.61	285.46
	Total income from operations (net)	16,084.29	15,557.78	13,268.69	48,279.84	70,750.32	84,517.55
2	Expenses						
	(a) Cost of materials consumed	7,555.30	7,437.32	5,665.34	21,417.46	34,123.82	40,634.41
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	146.29	(1,190.51)	786.96	1,797.00	(411.49)	(1,320.70)
	(d) Employee benefits expense	2,883.78	2,807.42	2,631.71	8,530.33	14,317.21	17,161.01
	(e) Depreciation and amortisation expense	1,204.11	1,216.17	1,187.44	3,622.73	6,508.60	7,587.65
	(f) Power and fuel	2,484.03	2,713.31	2,396.75	7,798.60	12,825.68	15,485.42
	(g) Other expenses	2,892.79	3,777.78	2,432.19	9,730.06	13,116.91	17,820.65
	Total expenses	17,166.30	16,761.49	15,100.39	52,896.18	80,480.73	97,368.44
3	Profit / (loss) from operations before other income, finance costs and exceptional items (1 - 2)	(1,082.01)	(1,203.71)	(1,831.70)	(4,616.34)	(9,730.41)	(12,850.89)
4	Other income	226.16	225.08	34.50	486.92	488.18	791.84
5	Profit / (loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(855.85)	(978.63)	(1,797.20)	(4,129.42)	(9,242.23)	(12,059.05)
6	Finance costs	1,419.74	1,490.47	2,445.98	4,273.07	11,117.41	13,715.32
7	Profit / (loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(2,275.59)	(2,469.10)	(4,243.18)	(8,402.49)	(20,359.64)	(25,774.37)
8	Exceptional items (refer notes 6 and 7)	-	-	(352.73)	-	(13,650.81)	(13,650.81)
9	Profit / (loss) from ordinary activities before tax (7 - 8)	(2,275.59)	(2,469.10)	(4,595.91)	(8,402.49)	(34,010.45)	(39,425.18)
10	Tax expense	-	-	-	-	-	-
11	Net Profit / (loss) from ordinary activities after tax (9 - 10)	(2,275.59)	(2,469.10)	(4,595.91)	(8,402.49)	(34,010.45)	(39,425.18)
12	Extraordinary items (net of tax expense Nil)	-	-	-	-	-	-
13	Net Profit / (loss) for the period (11 - 12)	(2,275.59)	(2,469.10)	(4,595.91)	(8,402.49)	(34,010.45)	(39,425.18)
14	Paid-up equity share capital (Face value of Rs.10/- each)	20,705.45	20,705.45	7,265.46	20,705.45	7,265.46	20,705.45
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year						(52,615.44)
16	Earnings per share (after extraordinary items) (of Rs.10/- each) (not annualised):						
	Basic and diluted - (Rs.)	(1.52)	(1.62)	(7.53)	(5.33)	(52.81)	(59.45)

Page 1 of 2

HINDUJA FOUNDRIES LIMITED

Plot No. K-2, SIPCOT Indl. Estate, Arneri Village, Sriperumbudur-602 105.

Phone : 044 - 2716 8017 - 26, Fax : 044 - 2716 8027 Website : www.hindujafoundries.com

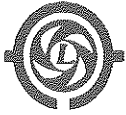
Regd. Office : Kathivakkam High Road, Ennore, Chennai - 600 057.

CIN : L27104TN1959PLC003849



HINDUJA GROUP





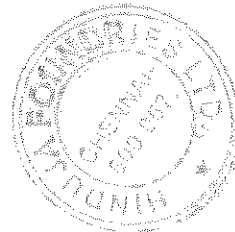
HINDUJA FOUNDRIES

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 20, 2017. The same has been subjected to limited review by the Statutory Auditors. Their report is unqualified.
- 2 The Company operates in a single business segment - castings. Further, the Company markets its products primarily in the domestic markets. Hence there are no reportable geographical segments.
- 3 The Company has initiated a process of merger with Ashok Leyland Limited through a Scheme of Amalgamation ('Scheme'). The Company has filed an application with the Hon. High Court of Judicature of Madras as per Section 391 to 394 of Companies Act, 1956 with an appointed date of October 1, 2016 and/or such other date as the Hon. High Court of Judicature of Madras modifies. As a result of the proposed merger, all the assets and liabilities of the Company would be transferred and vested in the amalgamated entity i.e. Ashok Leyland Limited in the manner set out in the Scheme. The Company has taken various steps to improve its operational performance and liquidity to address the erosion of its networth by the accumulated losses. Further it is expected that, consequent to the Scheme becoming operative, the consolidated entity will benefit from usual economies of a centralized and large company including elimination of duplication of work, reduction in overheads, better and more productive utilization of human and other resources and enhancement of overall business efficiency and synergies.
- 4 The Company had acquired a piece of land from APIIC (Andhra Pradesh Industrial and Infrastructure Corporation Limited). Commencement of commercial production in this land has not happened till March 31, 2012. Accordingly, the registration of the land in favour of the Company is still pending. Whilst steps are being taken to implement the project on such land, the Company has not been able to do so in view of the delays in basic infrastructural facilities (electricity, water supply etc.) being made available to the Company and hence the Company has been seeking extension of time from the Government Authorities to implement the project. The Telangana State Industrial Infrastructure Corporation Limited (pursuant to the formation of the state of Telangana) vide its letter dated September 29, 2015 (and its earlier correspondence) has sought to cancel the allotment of the aforesaid land and has requested the Company to surrender the possession of the vacant land by October 07, 2015 for which the Company sought a further extension of time and requested for revocation of the resumption proceeding. Based on legal advice, the Company believes that it has adequate grounds to defend its position on retaining the possession of the land. Pending the resolution of the aforesaid matter, the above said land has been carried at cost as at December 31, 2016 after write down of related project expenditure.
- 5 The Company's previous financial year was for a period of eighteen months ended March 31, 2016. The aforesaid format of presenting the financial results, is in the context of the extended year end of the previous financial year. Accordingly in these financial results, the comparative information for the year to date results for the fifteen months ended December 31, 2015 are presented and are hence not comparable with the year to date results for the nine months ended December 31, 2016.
- 6 Exceptional items of Rs. 352.73 Lakhs for the quarter ended December 31, 2015 represents retrospective wage revision of employees at Ennore unit for the previous twelve months and Rs. 13,650.81 Lakhs for the fifteen and eighteen months ended December 31, 2015 and March 31, 2016 respectively, mainly comprises expenditure incurred towards voluntary retirement arrangements and provisions in respect of non-recoverability towards assets pursuant to restructuring/discontinuance of business operations (in respect of DCU). The freehold land at DCU, Hyderabad has been classified as "asset held for sale" under "other current assets".
- 7 Consequent to a cyclone incident on 12 December 2016, certain fixed assets and inventory were destroyed/damaged. Based on the initial assessment and the advice of the insurance consultants, the Company believes that the net book value of such fixed-assets and cost of inventories are fully covered by insurance and hence have recorded a claim for such loss. Subsequent to the balance sheet date, the Company has filed a claim for INR 3,585 lakhs on replacement/reinstatement basis. Pending settlement of the final claim, the Company has received an interim advance of Rs. 1,180 lakhs from the Insurance company.
- 8 During the eighteen months period ended March 31, 2016, through issue of 11,200 Global Depository receipts (GDR), the Company had raised capital of Rs. 39,984 lakhs (comprising 134,400,000 equity shares of Rs.10/- each at a premium of Rs.19.75/- per equity share). As per the offer document, the proceeds from the aforesaid GDR net of share issue expenses have been utilized for repayment of a portion of its outstanding debt, for capital expenditures, for working capital and for general corporate purposes as may be permissible under applicable law.
- 9 Effective October 01, 2014, the Company had revised the useful life of certain fixed assets based on Schedule II to the Companies Act, 2013 for the purposes of providing depreciation on fixed assets. Accordingly, the carrying amount of such assets as on October 01, 2014 were depreciated over the remaining revised useful life of the fixed assets. Consequently, the depreciation for the quarter and fifteen months ended December 31, 2015 and eighteen months ended March 31, 2016 were higher to the extent of Rs.75 lakhs, Rs.729 lakhs and Rs. 833 lakhs respectively. Further, an amount of Rs. 279 lakhs representing the carrying amount of assets with revised useful life as nil, was charged to the opening reserves as on October 01, 2014 pursuant to the Companies Act, 2013.

Place : Chennai

Dated : January 20, 2017



D M Reddy
Managing Director & CEO

HINDUJA FOUNDRIES LIMITED

Plot No. K-2, SIPCOT Indl. Estate, Arneri Village, Sriperumbudur-602 105.

Phone : 044 - 2716 8017 - 26, Fax : 044 - 2716 8027 Website : www.hindujafoundries.com

Regd. Office : Kathivakkam High Road, Ennore, Chennai - 600 057.

CIN : L27104TN1959PLC003849



B S R & Co. LLP

Chartered Accountants

No 10, Mahatma Gandhi Road
Nungambakkam
Chennai - 600 034, India

Telephone: +91 44 3914 5000
Fax: +91 44 3914 5999

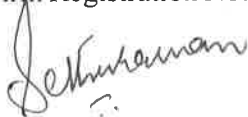
Limited review report to the Board of Directors of Hinduja Foundries Limited

1. We have reviewed the accompanying statement of unaudited financial results ('Statement') of **Hinduja Foundries Limited** ("the Company") for the quarter and nine months ended December 31, 2016. 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 this Statement, 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 provide less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results for the quarter and nine months ended December 31, 2016, prepared in accordance with the applicable accounting standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies 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 B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No.: 101248W/W-100022



S Sethuraman

Partner

Membership No. 203491

Place: Chennai

Date: January 20, 2017