

**Carborundum Universal Limited**

Regd. Off : 'Parry House', 43, Moore Street,
Chennai - 600 001. India.
Tel. : +91-44-3000 6161 Fax : +91-44-3000 6149
Email : cumigeneral@cumi.murugappa.com
Website : www.cumi.murugappa.com
CIN No. : L29224TN1954PLC000318.

4th February 2017

BSE Limited,
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai 400 001

513375

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051

Stock Code: CARBORUNIV-EQ

Total 13 pages (including covering letter)

Dear Sirs,

Sub: Intimation on the outcome of the Board Meeting held on 4th February 2017

We refer to our letter dated 11th January 2017, intimating you of the convening of the meeting of the Board of Directors of our Company. In this regard, we wish to inform that the Board of Directors of our Company met today and approved the following:

1. Unaudited Financial Results for the quarter/period ended 31st December 2016:

Unaudited financial results for the quarter/period ended 31st December 2016 in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'Listing Regulations') and pursuant to SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. In this connection, we enclose the following:

- a. Standalone financial results for the quarter/period ended 31st December 2016;
- b. Consolidated financial results for the quarter/period ended 31st December 2016;
- c. Press Release being made in this connection; and
- d. Limited Review Report of M/s. Deloitte Haskins & Sells, Chartered Accountants, Statutory Auditors on the Standalone and Consolidated financial results for the quarter/period ended 31st December 2016.

Pursuant to Regulation 47 of the Listing Regulations and above mentioned SEBI circular, we would be publishing an extract of the consolidated financial results in the prescribed format in English and Tamil newspapers within the stipulated time. The detailed standalone financial results and consolidated financial results of the Company would be available on the website of the Company www.cumi-murugappa.com and websites of Stock Exchanges.



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2. Declaration of Interim Dividend

The Board at its meeting today has declared a payment of interim dividend of Re.1/- (One rupee only) per equity share (on a face value of Re.1/-) for the year ending 31st March 2017. The Record Date for determining the members eligible to receive the aforesaid interim dividend is 15th February 2017. In the case of shareholders opting for NECS/ECS, the dividend would in the normal course be credited to their accounts by Friday, 24th February 2017. In case of physical warrants, they will be posted by Friday, 24th February 2017.

We further wish to inform that the meeting of the Board of Directors of the Company commenced at 1.45 p.m. and concluded at 5:10 p.m.

Kindly take the information on record.

Thanking you

Yours faithfully

For Carborundum Universal Limited



Rekha Surendhiran
Company Secretary

Encl.: a.a.



CARBORUNDUM UNIVERSAL LIMITED
CIN No: L29224TN1954PLC000318
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STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

S.No.	Particulars	(Rs.in Lakhs)					
		Quarter ended			Nine months ended		Year ended
		(Unaudited) 31.12.2016	(Unaudited) 30.09.2016	(Unaudited) 31.12.2015	(Unaudited) 31.12.2016 31.12.2015		(Unaudited) 31.03.2016
1	Income from Operations						
	a) Gross Sales / Income from Operations (inclusive of excise duty)	35725	38046	35346	109485	100740	137588
	b) Other Operating Income	403	426	375	1131	1215	1829
	Total Income from Operations	36128	38472	35721	110616	101955	139417
2	Expenses						
	a) Cost of materials consumed	12187	13226	13417	38094	37268	48861
	b) Purchase of stock-in-trade	1801	2509	1764	6098	4703	7611
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(923)	(323)	(856)	(1260)	(1300)	(696)
	d) Excise duty on sales	2782	2943	2652	8266	7523	10235
	e) Employee benefits expense	3949	3859	3790	11590	10894	14202
	f) Depreciation and amortisation expense	1686	1681	1582	5009	4615	6207
	g) Power & Fuel	3398	3048	2895	9530	8734	11752
	h) Other expenses	7997	7538	7015	22601	19861	27672
	Total expenses	32877	34481	32259	99928	92298	125844
3	Profit from operations before other income, finance costs and exceptional items(1-2)	3251	3991	3462	10688	9657	13573
4a	Other income	427	190	160	1178	3077	3840
4b	Exchange gain/(loss) (net)	(39)	(97)	5	(87)	173	153
5	Profit before finance costs (3+4a+4b)	3639	4084	3627	11779	12907	17566
6	Finance costs	204	247	232	672	586	890
7	Profit from ordinary activities before tax (5-6)	3435	3837	3395	11107	12321	16676
8	Tax expense	1051	1236	1158	3470	3662	5105
9	Net Profit after tax (7-8)	2384	2601	2237	7637	8659	11571
10	Other comprehensive income [OCI]	17	(524)	437	(621)	799	377
11	Total Comprehensive income [9 +10]	2401	2077	2674	7016	9458	11948
12	Paid up Equity Share Capital (Face value - Re.1 per share)	1886	1886	1883	1886	1883	1884
13	Reserves excluding revaluation reserve						93707
14	Earnings per share (Rs.) not annualised						
	- Basic	1.26	1.38	1.19	4.05	4.60	6.15
	- Diluted	1.26	1.38	1.19	4.04	4.59	6.13

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CARBORUNDUM UNIVERSAL LIMITED

CIN No: L29224TN1954PLC000318

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STANDALONE UNAUDITED SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)		(Unaudited)
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
1	Segment Revenue						
	Abrasives	20983	21501	19859	63331	57364	78435
	Ceramics	9114	10160	8610	28467	24598	33830
	Electrominerals	7889	8751	8925	24613	24539	32992
	Total	37986	40412	37394	116411	106501	145257
	Less: Inter-Segment Revenue	2261	2366	2048	6926	5761	7669
	Gross Sales / Income from operations	35725	38046	35346	109485	100740	137588
2	Segment Results						
	(Profit (+) / Loss (-) before Finance costs and tax)						
	Abrasives	2491	2592	2286	7602	6763	9375
	Ceramics	1071	1352	1030	3566	2650	3975
	Electrominerals	447	803	1095	1860	2923	3337
	Total	4009	4747	4411	13028	12336	16687
	Less: (i) Finance costs	204	247	232	672	586	890
	(ii) Other unallocable expenses / (income) net	370	663	784	1249	(571)	(879)
	Total Profit before Tax	3435	3837	3395	11107	12321	16676
	Less : Tax expense	1051	1236	1158	3470	3662	5105
	Net Profit after tax	2384	2601	2237	7637	8659	11571
3a	Segmental assets						
	Abrasives	42134	43003	43018	42134	43018	40089
	Ceramics	33570	32103	30305	33570	30305	31216
	Electrominerals	29427	30043	28312	29427	28312	28241
	Unallocable	32124	31712	28040	32124	28040	27471
		137255	136861	129675	137255	129675	127017
3b	Segmental liabilities						
	Abrasives	9801	9102	8773	9801	8773	7080
	Ceramics	4811	3497	3187	4811	3187	3672
	Electrominerals	4672	4931	4322	4672	4322	4238
	Unallocable	4484	5083	5400	4484	5400	5298
		23768	22613	21682	23768	21682	20288
3c	Segmental Capital Employed (Segment Assets - Segment Liabilities)						
	Abrasives	32333	33901	34245	32333	34245	33009
	Ceramics	28759	28606	27118	28759	27118	27544
	Electrominerals	24755	25112	23990	24755	23990	24003
	Unallocable	27640	26629	22640	27640	22640	22173
	Total	113487	114248	107993	113487	107993	106729

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**CARBORUNDUM UNIVERSAL LIMITED**

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STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016**Notes :**

- 1 In compliance to the Ministry of Corporate Affairs (MCA) notification dated February 16, 2015, announcing the Companies (Indian Accounting Standards) Rules 2015, the Company has prepared its financial statements adopting IND AS with effect from April 1, 2016. Based on SEBI Circular CIR/CFD/FAC/62/2016 dated July 5, 2016, the Company has presented the results for the previous periods / year under Ind AS. Consequent to transition to Ind-AS, the reconciliation of net profits reconciliation is provided below for the previous periods presented, in accordance with the requirements of paragraph 32 of Ind AS 101 - First time Adoption of Ind AS:

Particulars	(Rs. in Lakhs)		
	Quarter ended	Nine months ended	Year ended
	31.12.2015		31.03.2016
Profit after tax as per IGAAP reported earlier	2251	8702	11628
Add: <u>Ind AS adjustments during the period:</u>			
Impact on valuation of employee benefits	(14)	(43)	(57)
Net profit after tax under Ind AS	2237	8659	11571

- 2 The Board of Directors have recommended an interim dividend of Re.1 per share (on face value of Re.1/- each per share).
- 3 Other Comprehensive Income mainly comprise of the impact on movement in fair valuation of non-current investments in equity.
- 4 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on February 04, 2017. The Statutory auditors of the Company have carried out a limited review of the above financial results.
- 5 During the current quarter, the Company has allotted 43448 equity shares pursuant to exercise of Employee Stock Options. Further the Company has received share application money for 10000 shares under Employee Stock Options and the same were allotted during January 2017.
- 6 The Company has opted to publish the Consolidated financial results. Standalone financial results are available at the website of the Company : www.cumi.murugappa.com and Stock exchanges : www.bseindia.com & www.nseindia.com.

For Carborundum Universal Limited

M.M.Murugappan
ChairmanChennai
February 04, 2017.



CARBORUNDUM UNIVERSAL LIMITED
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CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

(Rs. in Lakhs)							
S.No	Particulars	Quarter ended			Nine months ended		Year ended
		(Unaudited)			(Unaudited)		(Unaudited)
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
1	Income from Operations						
	a) Gross Sales / Income from Operations (inclusive of exice duty)	54938	54407	51812	161924	150021	202444
	b) Other Operating Income	720	677	594	2030	2055	2722
	Total Income from Operations	55658	55084	52406	163954	152076	205166
2	Expenses						
	a) Cost of materials consumed	15015	15164	15566	45885	42223	56918
	b) Purchase of stock-in-trade	2549	3821	2905	8231	7687	11110
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	22	(108)	(470)	(211)	(315)	134
	d) Excise duty on Sales	2928	3109	2794	8700	7929	10767
	e) Employee benefits expense	6946	6711	6432	20398	19385	25250
	f) Depreciation and amortisation expense	2431	2394	2224	7164	6544	8700
	g) Power & Fuel	6835	5835	5987	18587	19019	24212
	h) Other expenses	12500	12212	12265	36795	34931	46683
	Total expenses	49226	49138	47703	145549	137403	183774
3	Profit from operations before other income and finance costs (1-2)	6432	5946	4703	18405	14673	21392
4a	Other income	668	1076	204	2146	859	1460
4b	Exchange gain/(loss) (net)	(772)	(310)	427	(1342)	1954	1490
5	Profit before finance costs (3+4a+4b)	6328	6712	5334	19209	17486	24342
6	Finance costs	403	522	565	1395	1754	2272
7	Profit before tax (5-6)	5925	6190	4769	17814	15732	22070
8	Tax expense	1805	1929	1848	5571	5951	8141
9	Net Profit after tax (7-8)	4120	4261	2921	12243	9781	13929
10	Add: Share of profit from associate and Joint Ventures	517	539	369	1504	1336	1576
11	Non-controlling interests	263	132	252	696	792	1165
12	Net Profit after tax and non-controlling interests (9+10-11)	4374	4668	3038	13051	10325	14340
13	Add: Other Comprehensive income	1127	(145)	(1800)	2846	(3720)	(1740)
14	Total Comprehensive income (12+13)	5501	4523	1238	15897	6605	12600
15	Paid up Equity Share Capital (Face value - Re.1 per share)	1886	1886	1883	1886	1883	1884
16	Reserves excluding revaluation surplus						117082
17	Earnings per share (Rs.) not annualised						
	- Basic	2.32	2.48	1.61	6.92	5.48	7.62
	- Diluted	2.31	2.47	1.61	6.91	5.47	7.60

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CARBORUNDUM UNIVERSAL LIMITED
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CONSOLIDATED SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lakhs)

		Quarter ended		Nine months ended		Year ended	
		(Unaudited)		(Unaudited)		(Unaudited)	
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
1	Segment Revenue						
	Abrasives	25397	25248	23227	75315	68401	92172
	Ceramics	10812	12106	10337	34000	29746	40853
	Electrominerals	19998	18531	19712	57006	56176	74865
	Others	1761	1743	1285	4958	3664	5148
	Total	57968	57628	54561	171279	157987	213038
	Less: Inter-Segment Revenue	3030	3221	2749	9355	7966	10594
	Gross Sales / Income from operations	54938	54407	51812	161924	150021	202444
2	Segment Results						
	(Profit before Finance costs and tax)						
	Abrasives	2867	2986	1850	8541	5939	8325
	Ceramics	1634	1705	1263	4952	3392	5009
	Electrominerals	2141	2422	2869	7013	9993	12696
	Others	364	312	179	895	368	539
	Total	7006	7425	6161	21401	19692	26569
	Less: (i) Finance costs	403	522	565	1395	1754	2272
	(ii) Other unallocable expenses / (income) net	678	713	827	2192	2206	2227
	Profit before tax	5925	6190	4769	17814	15732	22070
	Less : Tax expense	1805	1929	1848	5571	5951	8141
	Add : Share of profit from Associate & Joint ventures	517	539	369	1504	1336	1576
	Less : Non-controlling interests	263	132	252	696	792	1165
	Profit after tax, share of profit from associate/joint ventures and non-controlling interests	4374	4668	3038	13051	10325	14340
3	Segmental assets						
	Abrasives	58942	61978	62428	58942	62428	57954
	Ceramics	42736	40851	37922	42736	37922	39714
	Electrominerals	62215	59680	52565	62215	52565	56961
	Others (including un-allocable)	40455	38936	34507	40455	34507	32111
	Total Segmental assets	204348	201445	187422	204348	187422	186740
4	Segmental liabilities						
	Abrasives	12259	12098	11360	12259	11360	10757
	Ceramics	5403	4018	3618	5403	3618	4134
	Electrominerals	8589	7402	6880	8589	6880	6699
	Others (including un-allocable)	7463	8954	8537	7463	8537	7736
	Total Segmental liabilities	33714	32472	30395	33714	30395	29326
5	Segmental Capital Employed (Segment Assets - Segment Liabilities)						
	Abrasives	46683	49880	51068	46683	51068	47197
	Ceramics	37333	36833	34304	37333	34304	35580
	Electrominerals	53626	52278	45685	53626	45685	50262
	Others (including un-allocable)	32992	29982	25970	32992	25970	24375
	Total	170634	168973	157027	170634	157027	157414

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CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016

- 1 In compliance to the Ministry of Corporate Affairs (MCA) notification dated February 16, 2015, announcing the Companies (Indian Accounting Standards) Rules 2015, the Company has prepared its financial statements adopting Ind AS with effect from April 1, 2016. Based on SEBI Circular CIR/CFD/FAC/62/2016 dated July 5, 2016, the Company has opted to present the results for the previous periods / year under Ind AS. Consequent to transition to Ind-AS, the reconciliation of net profit is provided as below for the previous quarters and year presented, in accordance with the requirements of paragraph 32 of Ind AS 101 - First time Adoption of Ind AS:

	Quarter ended	Nine months ended	Year ended
	31.12.2015		31.03.2016
Net Profit after tax and non-controlling interest as per IGAAP reported earlier	3081	10305	14279
Impact on valuation of employee benefit	(12)	(36)	(44)
Share of Joint ventures/associate - Adjustments net of tax	6	59	83
Recognition of Deferred tax on unrealised profit on stock	(16)	70	106
Recognition of Deferred tax on undistributed profit of associate	(21)	(73)	(84)
Net Profit after tax and non-controlling interests as per Ind AS	3038	10325	14340

- 2 The Board of Directors have recommended an interim dividend of Re.1 per share (on face value of Re.1/- each per share).
- 3 Other comprehensive income mainly comprise of the impact on movement in fair valuation of non-current investment in equity and foreign currency translation on consolidation of overseas subsidiaries
- 4 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings, held on February 04, 2017 and has been subjected to limited review by the Statutory Auditors of the Company
- 5 During the current quarter, the Company has allotted 43448 equity shares pursuant to exercise of Employee Stock Options. Further the Company has received share application money for 10000 shares under Employee Stock Options and the same were allotted during January 2017.

- 6 Summary of Key Standalone Financial Results of Carborundum Universal Limited is as follows:

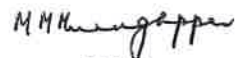
(Rs.in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	(Unaudited)			(Unaudited)		(Unaudited)
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
Total Income from operations	36128	38472	35721	110616	101955	139417
Profit before Tax	3435	3837	3395	11107	12321	16676
Net Profit After Tax	2384	2601	2237	7637	8659	11571
Total Comprehensive income	2401	2077	2674	7016	9458	11948

- 7 The Company has opted to publish the Consolidated financial results. Standalone financial results are available at the website of the Company: www.cumi.murugappa.com and Stock Exchanges: www.bseindia.com & www.nseindia.com

for Carborundum Universal Limited

Chennai
February 04,2017


M.M. Murugappan
Chairman



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

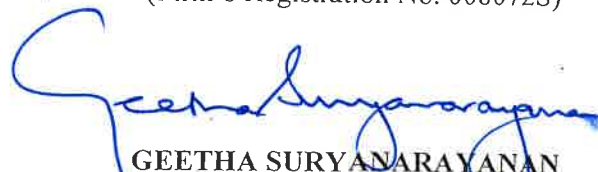
TO THE BOARD OF DIRECTORS OF CARBORUNDUM UNIVERSAL LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **CARBORUNDUM UNIVERSAL LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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.
3. 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 the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 008072S)



GEETHA SURYANARAYANAN
Partner

(Membership No. 29519)

Chennai, February 4, 2017

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF CARBORUNDUM UNIVERSAL LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Carborundum Universal Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), its share of the profit of its joint ventures and of an associate along with its wholly owned subsidiaries ("the Associate") for the quarter and nine months ended December 31, 2016 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Parent's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Parent's 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.
3. The Statement includes the results of the following entities:

Subsidiaries

- i. CUMI America Inc.
- ii. CUMI (Australia) Pty Ltd
- iii. CUMI Middle East FZE
- iv. Volzhsky Abrasives Works
- v. Foskor Zirconia (Pty) Ltd
- vi. CUMI International Limited
- vii. CUMI Europe s.r.o
- viii. Thukela Refractories Isithebe Pty Limited
- ix. CUMI Abrasives and Ceramics Company Limited
- x. Net Access India Ltd
- xi. Sterling Abrasives Ltd
- xii. Southern Energy Development Corporation Ltd

Joint ventures

- xiii. Murugappa Morgan Thermal Ceramics Ltd
- xiv. Ciria India Ltd

Associate

- xv. Wendt (India) Ltd. and its wholly owned subsidiaries



4. We did not review the interim financial statements / information / results of the subsidiaries mentioned in para 3(i) to (xii) included in the consolidated unaudited financial results, whose interim financial statements / information / results reflect total revenues of Rs. 22,652 lakhs and Rs. 70,182 lakhs for the quarter and nine months ended December 31, 2016, respectively, and total profit after tax of Rs. 1,083 lakhs and Rs. 8,931 lakhs and total comprehensive income of Rs. 1,079 lakhs and Rs. 8,926 lakhs for the quarter and nine months ended December 31, 2016, respectively, as considered in the consolidated unaudited financial results.

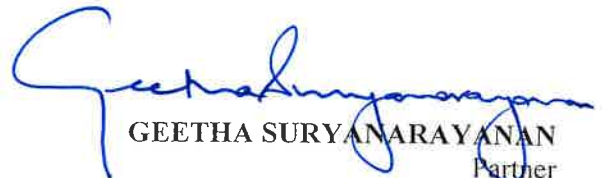
The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs. 415 Lakhs and Rs. 1,127 Lakhs and total comprehensive income of Rs. 415 Lakhs and Rs. 1,127 Lakhs for the quarter and nine months ended December 31, 2016, respectively, as considered in the consolidated unaudited financial results, in respect of the two joint ventures, whose interim financial statements / information / results have not been reviewed by us.

These interim financial statements / information / results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors.

5. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The comparative financial information for the quarter and nine months ended December 31, 2015 and for the year ended March 31, 2016 in respect of 3 subsidiaries (x to xii) and the two joint ventures included in this Statement, prepared in accordance with the Indian Accounting Standards ("Ind AS") have been reviewed by other auditors and have been relied upon by us. In respect of the 9 overseas subsidiaries (i to ix), adjustments to comply with Ind AS have been made by the management and reviewed by us.

Our report is not qualified in respect of these matters.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 008072S)


GEETHA SURYANARAYANAN
Partner

(Membership No. 29519)

Chennai, February 4, 2017



Carborundum Universal's Consolidated Q3 Sales increase by 6%

Consolidated PAT up by 44%

Chennai, 4th February 2017: The Board of Directors met today and approved the results for the quarter and nine months ended 31st Dec 2016.

Consolidated Q3 financial performance

Consolidated sales increased by 6% in the current quarter to Rs.549 crores from Rs.518 crores in corresponding quarter of last year. Profit after tax increased by 44% from Rs.30 crores to Rs.44 crores in the current quarter.

The gain in sales was due to better performance from all segments.

Profitability of Abrasives and Ceramics businesses improved as compared to corresponding quarter of last year. Profits were lower in Electro mineral business.

The debt equity ratio remained healthy and was at 0.1 on a standalone basis and 0.21 on a consolidated basis.

The domestic external environment in the last quarter was challenging owing to demonetization initiatives and cyclone effect. Business has been able to mitigate these challenges well, leaving less to negligible impact.

Consolidated Segmental Operating Performance

Abrasives

At a consolidated level, the sales for the quarter were at Rs.254 cr which was 9% higher than the similar period last year. On a sequential basis, sales were higher by 1% with Quarter 2 2016-17 sales at Rs.252 cr.

PBIT margin in Abrasives increased from 8% in quarter 3 of last year to 11.3% in current quarter. The margins have improved on the back of higher sales in standalone business.

Electro Minerals

At a consolidated level, the net sales for current quarter were at Rs. 200 cr which was higher by Rs. 3 cr and Rs. 15 cr compared to Quarter 3 of Last Year and Q2 of Current Year respectively. Standalone sales were lower for both the periods.



Consolidated Profit Before Interest Tax of EMD came down from Rs. 29 cr in Quarter 3 of last year to Rs. 21 cr in current quarter owing to lower profits in standalone business.

Ceramics

At a consolidated level, the sales for Quarter 3 were at Rs.108 cr versus Rs.103 cr for the corresponding quarter last year. This is a growth of 5%. On a sequential basis, the sales de-grew by about 11%.

Ceramics standalone business registered lower sales in current quarter compared to the highs registered in quarter 2 of current year.

Profit before interest and tax of the ceramics business at consolidated level at Rs.16 cr recorded an increase of 29% compared to corresponding quarter last year.

Interim Dividend

The Board of Directors of the Company at its meeting held on 4th Feb, 2017 has recommended an interim dividend of Re. 1/- per share (100% on face value of Re.1) to the shareholders of the Company.

About the Murugappa Group

Founded in 1900, the INR 295 Billion Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Parry Sugar industries Ltd, Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Ladybird, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 32,000 employees. For more details, visit www.murugappa.com

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