

**Carborundum Universal Limited**

'Parry House', 43, Moore Street, Chennai - 600 001. India.
Tel.: +91-44-30006199 Fax: +91-44-30006149 Grams: 'CUMI'
Email: cumigeneral@cumi.murugappa.com
Website: www.cumi.murugappa.com

5th November 2011

Mr Bhushan Mokashi
DCS-CRD
Bombay Stock Exchange Ltd.
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai 400 001

*Fax No.022 22723121 / 22722037
22722039 / 22722041 / 2061 /
22723719 / 2039
Tel 022 – 2272 1233 / 34 2375/2066
Extn – 8247 / 8010 / 8014
Direct Tel: 022-22721121/2375
By Speed Post Ack. Due*

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

*Fax No.022 26598237 / 38
022 26598347 / 48
Tel No.2659 8452 / 26598235 - 36
26598100*

Stock Code : CARBORUNIV-EQ
By Speed Post Ack. Due

Total 8 pages (including covering letter)

Dear Sirs:

Further to our letter dated 18th October 2011, the Board of Directors of our Company met today and approved the Unaudited Financial Results for the quarter ended 30.09.2011 pursuant to Clause 41 of the Listing Agreement. We are enclosing the following

- a. Standalone financial results for the quarter ended 30.09.2011
- b. Consolidated financial results for the quarter ended 30.09.2011

As done in the previous quarter, we would be publishing only the consolidated financials in the newspapers for this quarter (under clause 41(VI)(b) of the listing agreement). However, the standalone results along with the consolidated results for the quarter would be available on the Company's website.

Thanking you

Yours faithfully
For **Carborundum Universal Limited**


S. Dhanvanth Kumar
Company Secretary

Encl:a.a



murugappa

CARBORUNDUM UNIVERSAL LIMITED
Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001
STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED 30th SEPTEMBER 2011 UNDER
CLAUSE 41 OF THE LISTING AGREEMENT

Sl.no	Particulars	(Rs.in Lakhs)				
		Quarter ended		Half year ended		Year ended
		(Unaudited)		(Unaudited)		(Audited)
		30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
1	Gross Sales/Income from Operations	30018	25075	57932	45857	98464
	Less: Excise duty recovered	1921	1655	3783	3024	6493
	Net Sales/Income from Operations	28097	23420	54149	42833	91971
2	Other Operating Income	283	395	556	588	1654
	Total Income (1+2)	28380	23815	54705	43421	93625
3	Expenditure					
	a) (Increase)/decrease in stock in trade & Work in progress	(143)	(50)	(619)	(808)	(2194)
	b) Consumption of raw materials	10527	8751	20733	16823	36458
	c) Purchase of traded goods	874	1003	1837	1694	3532
	d) Employees cost	2713	2430	5114	4746	9466
	e) Power & Fuel	2434	2022	4871	3954	8570
	f) Depreciation	1105	1010	2176	2004	3999
	g) Other expenditure	5942	4778	11010	8845	19502
	h) Total	23452	19944	45122	37258	79333
4	Profit from Operations before Other Income, Interest & Exceptional Items	4928	3871	9583	6163	14292
5	Other Income	268	319	856	1033	1727
6	Profit before Interest & Exceptional Items	5196	4190	10439	7196	16019
7	Interest	451	470	919	993	2034
8	Profit after Interest but before Exceptional Items	4745	3720	9520	6203	13985
9	Exceptional Items (Refer Note No.6)	-	81	-	2430	2448
10	Profit from ordinary activities before tax	4745	3801	9520	8633	16433
11	Tax expense	1280	1116	2558	2374	4008
12	Net Profit after tax	3465	2685	6962	6259	12425
13	Paid up Equity Share Capital (Face value-Rs 2 per share)	1873	1867	1873	1867	1869
14	Paid up Debt Capital	5000	5000	5000	5000	5000
15	Reserves excluding revaluation reserve					50688
16	Basic & Diluted Earnings per share (Rs.) not annualised	3.70	2.88	7.44	6.71	13.29
17	Debt Equity Ratio [DER] [Times]			0.37	0.51	0.42
18	Debt Service Coverage Ratio [DSCR] [Times]			1.92	2.46	3.65
19	Interest Service Coverage Ratio [ISCR] [Times]			13.73	9.27	9.84
20	Debenture Redemption Reserve			938	625	938
21	Aggregate of public shareholding					
	- Number of Shares	54184627	53187345	54184627	53187345	54028605
	- Percentage of shareholding	57.87%	56.97%	57.87%	56.97%	57.80%
22	Promoters and Promoter group Shareholding					
	a) Pledged/Encumbered					
	- No of shares	876400	876400	876400	876400	876400
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	2.22%	2.18%	2.22%	2.18%	2.22%
	- Percentage of shares (as a % of the total share capital of the company)	0.94%	0.94%	0.94%	0.94%	0.94%
	b) Non-encumbered					
	- No of shares	38565988	39304487	38565988	39304487	38565988
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	97.78%	97.82%	97.78%	97.82%	97.78%
	- Percentage of shares (as a % of the total share capital of the company)	41.19%	42.09%	41.19%	42.09%	41.26%

DER = Loan funds / Networth

DSCR= Profit Before Interest, Exceptional item, Depreciation and Tax / (Interest + Long term Debt Repayments made during the period)

ISCR = Profit Before Interest, Exceptional item, Depreciation and Tax / Interest



M. Murugesan



**STANDALONE SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED
UNDER CLAUSE 41 OF THE LISTING AGREEMENT**



(Rs. in Lakhs)

Sl.no	Particulars	Quarter ended		Half year ended		Year ended
		(Unaudited)		(Unaudited)		(Audited)
		30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
1	Segment Revenue					
	Abrasives	15376	13430	29769	24135	51553
	Ceramics	7913	6196	14890	11495	24682
	Electrominerals	6229	5101	12305	9746	20999
	Total	29518	24727	56964	45376	97234
	Less: Inter-Segment Revenue	1421	1307	2815	2543	5263
	Net Sales/Income from operations	28097	23420	54149	42833	91971
2	Segment Results					
	(Profit (+) / Loss (-) before interest and tax)					
	Abrasives	2751	2163	5273	3492	7728
	Ceramics	1428	984	2667	1793	3672
	Electrominerals	1509	1131	3005	1991	4421
	Total	5688	4278	10945	7276	15821
	Less: (i) Interest	451	470	919	993	2034
	(ii) Other unallocable expenditure / (income) net	492	88	506	80	(198)
	Add: Exceptional items (Refer Note No.6)	-	81	-	2430	2448
	Total Profit before Tax	4745	3801	9520	8633	16433
3	Capital Employed (Segment Assets - Segment Liabilities)					
	Abrasives	29656	27322	29656	27322	27456
	Ceramics	24359	21712	24359	21712	22642
	Electrominerals	15421	11837	15421	11837	13120
	Unallocable	12843	13318	12843	13318	12481
	Total	82279	74189	82279	74189	75699

M M Murugesan



W
Z

STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED 30th SEPTEMBER 2011 UNDER
CLAUSE 41 OF THE LISTING AGREEMENT

Notes :

1 Statement of Assets and Liabilities

Rs. in Lakhs

Particulars	As at	As at	As at
	30.09.2011	30.09.2010	31.03.2011
Shareholders' Funds			
Share Capital	1873	1867	1869
Share Application Money Pending Allotment	39	-	-
Reserves and Surplus	58172	47129	50953
	60084	48996	52822
Loan Funds			
Secured Loans	19961	24055	21846
Unsecured Loans	1997	999	888
Long Term Lease Liability	237	139	143
	22195	25193	22877
Deferred Tax Liability (Net)	4175	4200	4206
Total	86454	78389	79905
Fixed Assets (Net)	36108	36281	37321
Capital Work in Progress (including Capital Advances)	2840	1502	1533
	38948	37783	38854
Investments	16656	17020	16406
Current Assets, Loans & Advances			
Inventories	17788	13514	15480
Sundry Debtors	19606	17082	17722
Cash & Bank Balances	1119	1266	782
Loans & Advances	5833	4256	5089
	44346	36118	39073
Less : Current Liabilities & Provisions			
Current Liabilities	13479	12511	13395
Provisions	17	21	1033
	13496	12532	14428
Net Current Assets	30850	23586	24645
Total	86454	78389	79905

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings, held on 5th November 2011 and has been subjected to limited review by the Statutory Auditors of the Company.
- During the current quarter, the Company received 6 complaints relating to investor services, which were resolved. No complaint was pending at the beginning or at the end of the quarter.
- During the current quarter, the Company has allotted 59316 equity shares pursuant to exercise of Employee Stock Options. Further the Company has received share application money for 21342 shares under Employee Stock Options and the same were allotted on 10th October 2011.
- The shareholders, at the Extra-Ordinary General meeting of the Company held on 20th September 2011, approved sub-division of one equity share of Rs.2/- each of the Company into two equity share of Re.1/- each.

6 Exceptional Items :

Rs. In Lakhs

	Quarter ended		Half year ended		Year ended
	30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
Profit on sale of land and building	-	-	-	2349	2349
Profit on sale of investments in subsidiaries (net)	-	81	-	81	99
Total	-	81	-	2430	2448

- On November 4, 2011, the Company has divested its entire shareholding in its associate, M/s.Laserwords Private Limited for a consideration of Rs. 50 crores. This will be reckoned in the financial results for the quarter ending December 31, 2011.
- Figures for the previous periods have been regrouped and reclassified, wherever considered necessary.

For Carborundum Universal Limited

M.M. Murugappan
M.M. Murugappan
Chairman





CARBORUNDUM UNIVERSAL LIMITED
Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001
CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED 30th SEPTEMBER 2011 UNDER
CLAUSE 41 OF THE LISTING AGREEMENT



(Rs. In Lakhs)

Sl.no	Particulars	Quarter ended		Half Year ended		Year ended
		(Unaudited)		(Unaudited)		(Audited)
		30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
1	Gross Sales/Income from Operations	52618	42682	101200	79373	167585
	Less: Excise duty recovered	2117	1838	4170	3362	7511
	Net Sales/Income from Operations	50501	40844	97030	76011	160074
2	Other Operating Income	1972	1803	3243	2819	4351
	Total Income (1+2)	52473	42647	100273	78830	164425
3	Expenditure					
	a) (Increase)/decrease in stock in trade & Work in progress	(978)	(178)	(1323)	(562)	(3656)
	b) Consumption of raw materials	15159	11683	29689	22970	47163
	c) Purchase of traded goods	2277	2538	4203	3722	5858
	d) Employees cost	5486	4604	10524	9066	24014
	e) Power & Fuel	6466	5835	12650	10817	22312
	f) Depreciation	1443	1279	2847	2517	5045
	g) Other expenditure	12210	9794	22727	18240	37864
	h) Total	42063	35555	81317	66770	138600
4	Profit from Operations before Other Income, Interest & Exceptional Items	10410	7092	18956	12060	25825
5	Other Income	132	95	263	134	339
6	Profit before Interest & Exceptional Items	10542	7187	19219	12194	26164
7	Interest	630	611	1288	1298	2710
8	Profit after Interest but before Exceptional Items	9912	6576	17931	10896	23454
9	Exceptional Items (Refer Note No. 7)	-	-	-	2349	2349
10	Profit from ordinary activities before tax	9912	6576	17931	13245	25803
11	Tax expense	2841	2116	5306	4065	7417
12	Net Profit from ordinary activities after tax	7071	4460	12625	9180	18386
	Add: Share of Profit / (Loss) from Associate	30	9	112	(125)	(21)
	Less: Minority Interest	541	358	950	597	1286
13	Net Profit after tax	6560	4111	11787	8458	17079
14	Paid up Capital (Face value-Rs 2 per share)	1873	1867	1873	1867	1869
15	Reserves excluding revaluation reserve					72420
16	Basic & Diluted Earnings per share (Rs.) not annualised	7.01	4.40	12.60	9.06	18.27
17	Aggregate of public shareholding					
	- Number of Shares	54184627	53187345	54184627	53187345	54028605
	- Percentage of shareholding	57.87%	56.97%	57.87%	56.97%	57.80%
18	Promoters and Promoter group Shareholding					
	a) Pledged / Encumbered					
	- No of shares	876400	876400	876400	876400	876400
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	2.22%	2.18%	2.22%	2.18%	2.22%
	- Percentage of shares (as a % of the total share capital of the company)	0.94%	0.94%	0.94%	0.94%	0.94%
	b) Non-encumbered					
	- No of shares	38565988	39304487	38565988	39304487	38565988
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	97.78%	97.82%	97.78%	97.82%	97.78%
	- Percentage of shares (as a % of the total share capital of the company)	41.19%	42.09%	41.19%	42.09%	41.26%



M.M. Murugappa

M
J



**CONSOLIDATED SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED
UNDER CLAUSE 41 OF THE LISTING AGREEMENT**



(Rs. In Lakhs)

Sl.no	Particulars	Quarter ended (Unaudited)		Half Year ended (Unaudited)		Year ended (Audited)
		30.09.11	30.09.10	30.09.11	30.09.10	31.03.11
1	Segment Revenue					
	Abrasives	20760	18001	40542	32817	69901
	Ceramics	11724	8621	21828	16547	34761
	Electrominerals	19049	15264	36683	28535	59788
	Others	785	601	1533	1199	2664
	Total	52318	42487	100586	79098	167114
	Less: Inter-Segment Revenue	1817	1643	3556	3087	7040
	Net Sales/Income from operations	50501	40844	97030	76011	160074
2	Segment Results (Profit (+) / Loss (-) before interest and tax)					
	Abrasives	3024	2453	6228	4161	9578
	Ceramics	2688	1491	4913	3036	6114
	Electrominerals	5505	3625	9103	5917	11016
	Others	204	56	440	171	519
	Total	11421	7625	20684	13285	27227
	Less: (i) Interest	630	611	1288	1298	2710
	(ii) Other un-allocable expenditure / (income) net	879	438	1465	1091	1063
	Add: Exceptional Income (Refer Note No.7)	-	-	-	2349	2349
	Total Profit before Tax	9912	6576	17931	13245	25803
3	Capital Employed (Segment Assets - Segment Liabilities)					
	Abrasives	42066	36693	42066	36693	44604
	Ceramics	34267	28955	34267	28955	31135
	Electrominerals	43580	31398	43580	31398	34387
	Others (including unallocable)	15116	16323	15116	16323	11218
	Total	135029	113369	135029	113369	121344

M M Murugappa



m
f

Notes:

1 **Statement of Assets and Liabilities**

(Rs. in Lakhs)

	As at 30.09.2011	As at 30.09.2010	As at 31.03.2011
Shareholders' Funds			
Share Capital	1873	1867	1869
Share Application Money Pending Allotment	39	-	-
Capital Reserve on Consolidation : Joint ventures	206	206	206
Reserves and Surplus	83269	64706	72479
	85387	66779	74554
Minority Interest	6346	5233	5943
Loan Funds			
Secured Loans	25069	24150	21860
Unsecured Loans	17986	17054	18835
Long Term Lease Liability	241	153	152
	43296	41357	40847
Deferred Tax Liability (Net)	4592	4545	4767
Total	139621	117914	126111
Fixed Assets (Net)	52518	51020	52922
Capital work-in-progress (including capital advances)	4725	2066	2323
	57243	53086	55245
Goodwill on Consolidation	9176	8506	8323
Investments	6721	6666	7490
Current Assets, Loans & Advances			
Inventories	35596	25219	31077
Sundry Debtors	36238	31099	32904
Cash & Bank Balances	10855	6297	6979
Loans & Advances	8180	7763	6838
	90869	70378	77798
Less: Current Liabilities & Provisions			
Current Liabilities	24371	20701	21712
Provisions	17	21	1033
	24388	20722	22745
Net Current Assets	66481	49656	55053
Total	139621	117914	126111

- 2 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings, held on 5th November 2011 and has been subjected to limited review by the Statutory Auditors of the Company. The limited review of the financial results of Subsidiaries, Joint Ventures and an Associate for the quarter has been carried out by the Statutory Auditors of the respective Companies.
- 3 During the current quarter, the Company has allotted 59,316 equity shares pursuant to exercise of Employee Stock Options. Further the Company has received share application money for 21,342 shares under Employee Stock Options and the same were allotted on 10th October 2011.
- 4 During the current quarter, the Company received 6 complaints relating to investor services, which were resolved. No complaint was pending at the beginning or at the end of the quarter.
- 5 Figures for the previous periods have been regrouped and reclassified, wherever considered necessary.
- 6 Summary of Key Standalone Financial Results of Carborundum Universal Limited is as follows:

(Rs. In Lakhs)

Particulars	Half Year ended		Year ended
	30.09.11	30.09.10	31.03.11
Total Income	54705	43421	93625
Profit before Tax and Exceptional Items	9520	6203	13985
Add : Exceptional Items	-	2430	2448
Profit before Tax	9520	8633	16433
Net Profit After Tax	6962	6259	12425
Paid up Debt Capital	5000	5000	5000
Debt Redemption Reserve	938	625	938
Debt Service Coverage Ratio [DSCR] [Times]	1.92	2.46	3.65
Interest Service Coverage Ratio [ISCR] [Times]	13.73	9.27	9.85
Debt Equity ratio [DER] [Times]	0.37	0.51	0.42
DER = Loan funds/Networth			
DSCR= Profit Before Interest, Exceptional item, Depreciation and Tax/(Interest+ Long term Debt Repayments made during the period)			
ISCR = Profit Before Interest, Exceptional item, Depreciation and Tax/ Interest			

MM Murugappa



2
7

(Rs. In Lakhs)

7 <u>Exceptional Items :</u>	Consolidated			Standalone		
	Half year ended		Year ended	Half year ended		Year ended
	30.09.11	30.09.10	31.03.11	30.09.11	30.09.10	31.03.11
Profit on sale of land and building	-	2349	2349	-	2349	2349
Profit on sale of investments in subsidiaries (net)	-	-	-	-	81	99
Total	-	2349	2349	-	2430	2448

- 8 The shareholders, at the Extra-Ordinary General meeting of the Company held on 20th September 2011, approved sub-division of one equity share of Rs.2/- each of the Company into two equity share of Re.1/- each.
- 9 On November 4, 2011, the Company has divested its entire shareholding in its associate, M/s.Laserwords Private Limited for a consideration of Rs. 50 crores. This will be reckoned in the financial results for the quarter ending December 31, 2011.
- 10 The Company has opted to publish the Consolidated financial results from the last financial year. Standalone financial results are available at the website of the Company: www.cumi.murugappa.com and Stock Exchanges: www.bseindia.com & www.nseindia.com

Chennai
5th November, 2011

For Carborundum Universal Limited

M.M. Murugappan
M.M. Murugappan
Chairman

