



# Orient Refractories Limited

(An RHI Magnesita Company)



## Unaudited Consolidated Financial Results for the Quarter ended June 30, 2019

(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Quarter ended June 30, 2019	Quarter ended March 31, 2019* <sup>@</sup>	Quarter ended June 30, 2018 <sup>@</sup>	Year ended March 31, 2019 <sup>@</sup>
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>Income</b>				
1 Revenue from operations	18,895.08	18,737.73	17,409.35	74,794.70
2 Other income	183.42	188.76	651.90	1,817.29
3 <b>Total revenue (1+2)</b>	<b>19,078.50</b>	<b>18,926.49</b>	<b>18,061.25</b>	<b>76,611.99</b>
<b>Expenses</b>				
a) Cost of raw materials and components consumed	7,513.32	8,011.36	7,236.69	31,520.20
b) Purchase of stock-in-trade (traded goods)	3,083.90	3,454.24	3,023.85	15,005.71
c) Change in inventories of finished goods, work in-progress and stock-in-trade	518.64	(248.49)	(1.87)	(2,064.06)
d) Employee benefits expenses	1,460.49	1,363.40	1,339.20	5,443.06
e) Depreciation and amortisation expense	237.33	226.72	197.69	863.12
f) Other expenses	2,828.72	2,713.08	2,958.26	12,091.72
<b>Total expenses (a to f)</b>	<b>15,642.40</b>	<b>15,520.31</b>	<b>14,753.82</b>	<b>62,859.75</b>
5 <b>Profit before tax (3-4)</b>	<b>3,436.10</b>	<b>3,406.18</b>	<b>3,307.43</b>	<b>13,752.24</b>
6 <b>Tax expense / (benefit):</b>				
a) Current tax expense	1,223.02	1,185.02	1,005.84	4,490.89
b) Deferred tax charge/ (credit)	(32.80)	(25.82)	110.78	258.55
c) Tax related to previous year	-	(251.78)	-	20.14
<b>Net tax expense</b>	<b>1,190.22</b>	<b>907.42</b>	<b>1,116.62</b>	<b>4,769.58</b>
7 <b>Profit after tax (5-6) (A)</b>	<b>2,245.88</b>	<b>2,498.76</b>	<b>2,190.81</b>	<b>8,982.66</b>
8 <b>Other comprehensive income</b>				
Items that will not be reclassified to profit or loss				
(i) Remeasurement of the defined benefit plan	(8.24)	26.69	(6.18)	(29.99)
(ii) Income tax relating to items that will not be reclassified to profit or loss	2.88	(9.33)	2.14	10.48
<b>Other comprehensive income for the year, net of tax (B)</b>	<b>(5.36)</b>	<b>17.36</b>	<b>(4.04)</b>	<b>(19.51)</b>
9 <b>Total comprehensive income for the year (A+B)</b>	<b>2,240.52</b>	<b>2,516.12</b>	<b>2,186.77</b>	<b>8,963.15</b>
10 <b>Paid up equity share capital</b> (Face Value of Re. 1 per share)	1,201.39	1,201.39	1,201.39	1,201.39
11 <b>Earnings per equity share (of Re. 1 each):</b>				
a) Basic (in Rs.)	<b>1.87</b>	<b>2.08</b>	<b>1.82</b>	<b>7.48</b>
b) Diluted (in Rs.)	<b>1.87</b>	<b>2.08</b>	<b>1.82</b>	<b>7.48</b>

\*Refer Note 4

@Refer Note 2



# Orient Refractories Limited

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## Notes to Unaudited consolidated financial results:

1. The above consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 13, 2019.
2. The consolidated financial results have been prepared for the first time in the quarter ended June 30, 2019 on acquisition of a Subsidiary on May 18, 2019. The Consolidated Financial Results for the quarter ended June 30, 2019 include financial results of Orient Refractories Limited and its Subsidiary for the period from May 18, 2019 to June 30, 2019. The previous period figures are the standalone financial results of Orient Refractories Limited and accordingly are not comparable.
3. The consolidated financial results of the Company have been prepared in accordance with the in accordance with the Indian Accounting Standard 34, Interim Financial Reporting specified under Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) issued under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
4. The figures for the quarter ended March 31, 2019, are the balancing figures between the audited figures in respect of the full financial year and the published year to date unaudited figures up to the third quarter of the year ended March 31, 2019.
5. Based on the information reported to the chief operating decision maker (CODM) for the purpose of resource allocation and assessment of performance there are no reportable segments in accordance with the requirement of Indian Accounting Standard (Ind AS) 108 on 'Operating Segment Reporting' notified under the Companies (Indian Accounting Standard) Rules, 2015.  
The Company and its Subsidiary operate primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets i.e. Indian and Outside India.
6. Effective from April 1, 2019 the Company and its Subsidiary have adopted Ins AS 116 "Leases" applied to lease contracts existing on April 1, 2019 using the modified retrospective method. Accordingly, the comparatives have not been retrospectively adjusted. The impact of Ind AS 116 is not material on the consolidated financial results.
7. On July 31, 2018 the Board of Directors of the Company, RHI India Private Limited (the 'RHI India') and RHI Clasil Private Limited (the 'RHI Clasil') (together, the Merging Entities) had granted its in-principle approval to the scheme of amalgamation of RHI India and RHI Clasil with and into the Company with the proposed appointed date of January 1, 2019. Meeting of the equity shareholders and the unsecured creditors of Orient Refractories Limited and the merging entities was held on May 17, 2019 pursuant to an order of the Hon'ble National Company Law Tribunal, Mumbai Bench (NCLT) dated March 29, 2019 for the purpose of considering, and if thought fit, approving with or without modification, the proposed arrangement embodied in the Composite Scheme of Amalgamation of RHI India Private Limited, RHI Clasil Private Limited and Orient Refractories Limited ('the Scheme'). The equity shareholders and the unsecured creditors have approved the Scheme without modification. The Scheme is pending approval from the relevant regulatory authorities. The current period standalone financial results have been prepared without considering the impact, if any of the proposed merger.
8. The Board of Directors on April 30, 2019 approved the acquisition of the entire paid-up equity share capital of "Intermetal Engineers India Private Limited" (the 'IEIPL') a company comprising of 1,597 equity shares of Rs.100/- each to make it a wholly owned subsidiary of the Company. The process of acquisition of IEIPL was completed on May 18, 2019. The Company has paid consideration of Rs. 1,010 Lacs.
9. The Shareholders Dividend of Rs. 2.50 per share (250 % on equity share of par value of Re. 1.00) has been approved by the Shareholders of the Orient Refractories Limited in the Annual General Meeting held on July 23, 2019.
10. Previous periods figures have been reclassified / regrouped to conform to the classifications adopted in the current period, wherever considered necessary.



# Orient Refractories Limited

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## Unaudited Standalone Financial Results for the Quarter ended June 30, 2019

(All amounts in Rs. Lacs, unless otherwise stated)

Particulars	Quarter ended June 30, 2019	Quarter ended March 31, 2019*	Quarter ended June 30, 2018	Year ended March 31, 2019
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>Income</b>				
1. Revenue from operations	18,837.64	18,737.73	17,409.35	74,794.70
2. Other income	167.33	188.76	651.90	1,817.29
3. <b>Total revenue (1+2)</b>	<b>19,004.97</b>	<b>18,926.49</b>	<b>18,061.25</b>	<b>76,611.99</b>
<b>Expenses</b>				
4. a) Cost of raw materials and components consumed	7,475.68	8,011.36	7,236.69	31,520.20
b) Purchases of stock-in-trade (traded goods)	3,083.90	3,454.24	3,023.85	15,005.71
c) Changes in inventories of finished goods, work in-progress and stock-in-trade	520.80	(248.49)	(1.87)	(2,064.06)
d) Employee benefits expenses	1,452.56	1,363.40	1,339.20	5,443.06
e) Depreciation and amortisation expense	237.10	226.72	197.69	863.12
f) Other expenses	2,826.35	2,713.08	2,958.26	12,091.72
<b>Total expenses (a to f)</b>	<b>15,596.39</b>	<b>15,520.31</b>	<b>14,753.82</b>	<b>62,859.75</b>
5. <b>Profit before tax (3-4)</b>	<b>3,408.58</b>	<b>3,406.18</b>	<b>3,307.43</b>	<b>13,752.24</b>
6. <b>Tax expense / (benefit):</b>				
a) Current tax expense	1,216.03	1,185.02	1,005.84	4,490.89
b) Deferred tax charge/ (credit)	(32.82)	(25.82)	110.78	258.55
c) Tax related to previous year	-	(251.78)	-	20.14
<b>Net tax expense</b>	<b>1,183.21</b>	<b>907.42</b>	<b>1,116.62</b>	<b>4,769.58</b>
7. <b>Profit after tax (5-6) (A)</b>	<b>2,225.37</b>	<b>2,498.76</b>	<b>2,190.81</b>	<b>8,982.66</b>
8. <b>Other comprehensive income</b>				
Items that will not be reclassified to profit or loss				
(i) Remeasurement of the defined benefit plan	(8.24)	26.69	(6.18)	(29.99)
(ii) Income tax relating to items that will not be reclassified to profit or loss	2.88	(9.33)	2.14	10.48
<b>Other comprehensive income for the year, net of tax (B)</b>	<b>(5.36)</b>	<b>17.36</b>	<b>(4.04)</b>	<b>(19.51)</b>
9. <b>Total comprehensive income for the year (A+B)</b>	<b>2,220.01</b>	<b>2,516.12</b>	<b>2,186.77</b>	<b>8,963.15</b>
10. <b>Paid up equity share capital</b> (Face Value of Re. 1 per share)	<b>1,201.39</b>	<b>1,201.39</b>	<b>1,201.39</b>	<b>1,201.39</b>
11. <b>Earnings per equity share (of Re. 1 each):</b>				
a) Basic (in Rs.)	1.85	2.08	1.82	7.48
b) Diluted (in Rs.)	1.85	2.08	1.82	7.48

\*Refer Note 4



# Orient Refractories Limited

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## Notes to Unaudited standalone financial results:

1. The above standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 13, 2019.
2. The standalone financial results of the Company have been prepared in accordance with the Indian Accounting Standard 34, Interim Financial Reporting specified under Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) issued under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
3. Based on the information reported to the chief operating decision maker (CODM) for the purpose of resource allocation and assessment of performance there are no reportable segments in accordance with the requirement of Indian Accounting Standard (Ind AS) 108 on 'Operating Segment Reporting' notified under the Companies (Indian Accounting Standard) Rules, 2015.  
The Company operates primarily in India and has presence in International markets as well. Its business is accordingly aligned geographically, catering to two markets i.e. Indian and Outside India.
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6. On July 31, 2018 the Board of Directors of the Company, RHI India Private Limited (the 'RHI India') and RHI Clasil Private Limited (the 'RHI Clasil') (together, the Merging Entities) had granted its in-principle approval to the scheme of amalgamation of RHI India and RHI Clasil with and into the Company with the proposed appointed date of January 1, 2019. Meeting of the equity shareholders and the unsecured creditors of Orient Refractories Limited and the merging entities was held on May 17, 2019 pursuant to an order of the Hon'ble National Company Law Tribunal, Mumbai Bench (NCLT) dated March 29, 2019 for the purpose of considering, and if thought fit, approving with or without modification, the proposed arrangement embodied in the Composite Scheme of Amalgamation of RHI India Private Limited, RHI Clasil Private Limited and Orient Refractories Limited ('the Scheme'). The equity shareholders and the unsecured creditors have approved the Scheme without modification. The Scheme is pending approval from the relevant regulatory authorities. The current period standalone financial results have been prepared without considering the impact, if any of the proposed merger.
7. The Board of Directors on April 30, 2019 approved the acquisition of the entire paid-up equity share capital of "Intermetal Engineers India Private Limited" (the 'IEIPL') a company comprising of 1,597 equity shares of Rs.100/- each to make it a wholly owned subsidiary of the Company. The process of acquisition of IEIPL was completed on May 18, 2019. The Company has paid consideration of Rs. 1,010 Lacs.
8. The Shareholders dividend of Rs. 2.50 per share (250 % on equity share of par value of Re. 1.00) has been approved by the Shareholders of the Company in the Annual General Meeting held on July 23, 2019.
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