

ADITYA BIRLA



SECY/S.E./L.A./2016-17/056

November 5, 2016

BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
MUMBAI – 400 001.

SCRIP CODE : 506854

Dear Sir,

Sub: Outcome of Board Meeting held on 05.11.2016 – reg.
Ref: Securities and Exchange Board of India (Listing Obligations and
Disclosure Requirements) Regulations 2015.

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We wish to inform that the meeting of the Board of Directors of our Company held today at Chennai, has *inter alia* considered and approved the followings:

- (a) Statement of Standalone Unaudited Financial Results for the quarter ended 30th September, 2016 along with a note on statement of assets and liabilities for the half year period ended 30th September, 2016 which were subjected Limited Review by the Statutory Auditors of the Company, viz., M/s. Khimji Kunverji & Co., Chartered Accountants, Mumbai [Registration No.105146W]. Copies are enclosed herewith.

The meeting of the Board commenced at 2.30 P.M. and concluded at 4.15 P.M.

Thanking you,

Yours faithfully,
for TANFAC INDUSTRIES LIMITED


(PUNITA AGGARWAL)
COMPANY SECRETARY

Encl. : As above

TANFAC INDUSTRIES LIMITED
(Joint Sector Company with TIDCO)

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Tel : +91 - 4142 - 239001 - 5, Fax : +91 - 4142 - 239008,

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Web : www.tanfac.com

CIN: L24117TN1972PLC006271

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REGD. OFFICE: 14 SIPCOT INDUSTRIAL COMPLEX, CUDDALORE - 607005, TAMIL NADU

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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2016

PART I		Rs.in Lacs					
PARTICULARS	THREE MONTHS ENDED			SIX MONTHS ENDED		YEAR ENDED	
	30/09/2016 Unaudited	30/06/2016 Unaudited	30/09/2015 Unaudited	30/09/2016 Unaudited	30/09/2015 Unaudited	31/03/2016 Audited	
1	Income from operations						
	(a) Net sales/Income from operations (Net of Excise duty)	3,157.43	3,227.70	2,254.36	6,385.14	6,497.63	12,901.28
	(b) Other operating Income	138.26	166.26	138.32	304.52	174.29	431.17
	Total Income from operations (Net)	3,295.69	3,393.96	2,392.68	6,689.66	6,671.92	13,332.45
2	Expenses :						
	a. Cost of materials consumed	1,642.86	1,606.56	1,379.29	3,249.42	3,933.00	8,093.80
	b. Purchases of stock in trade	-	-	-	-	-	-
	c. Changes in inventories of finished goods, work-in- progress and stock-in-trade	(25.11)	227.85	(26.65)	202.74	43.87	(90.68)
	d. Employees benefit expenses	287.36	267.71	243.50	555.06	540.81	1,117.47
	e. Depreciation / Impairment / Amortisation	119.58	118.14	118.84	237.72	236.28	476.98
	f. Power and Fuel	446.35	372.76	439.19	819.12	902.60	1,719.46
	g. Other expenses	405.92	379.05	598.71	784.97	967.18	1,672.96
	Total expenses	2,876.96	2,972.07	2,752.88	5,849.02	6,623.74	12,990.00
3	Profit/(Loss) from operations before other income, finance costs and exceptional items						342.45
4	Other Income						35.74
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items						378.19
6	Finance costs						713.13
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items						(334.94)
8	Exceptional Items (See Note 4 below)						(372.48)
9	Profit/(Loss) from ordinary activities						37.54
10	Tax expense including Deferred Tax						(2.59)
11	Net Profit/(Loss) from ordinary activities						40.13
12	Extraordinary items (Net of Tax expenses)						-
13	Net profit/(Loss) for the period						40.13
14	Paid-up Equity Share Capital [Face value						997.50
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year						(991.94)
16	(i) Earnings Per Share (EPS) before extra- ordinary items (in Rs.) (not annualised)						
	(a) Basic	3.16	2.33	(4.47)	5.49	0.59	0.40
	(b) Diluted	3.16	2.33	(4.47)	5.49	0.59	0.40
	(ii) Earnings Per Share (EPS) after extra- ordinary items (in Rs.) (not annualised)						
	(a) Basic	3.16	2.33	(4.47)	5.49	0.59	0.40
	(b) Diluted	3.16	2.33	(4.47)	5.49	0.59	0.40

NOTES:

Standalone Statement of Assets and Liabilities as on September 30th is given below:

Particulars	₹ in Lacs	
	AS AT 30/09/2016 UnAudited	AS AT 31/03/2016 Audited
A EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share capital	1,497.50	1,497.50
(b) Reserves and surplus	(443.88)	(991.94)
Subtotal - Shareholder's funds	1,053.62	505.56
Non-current liabilities		
(a) Long-term borrowings	-	-
(b) Deferred tax liabilities (net)	-	-
(c) Long-term provisions	66.44	52.87
Subtotal - Non current liabilities	66.44	52.87
Current liabilities		
(a) Short term borrowings	4,691.82	5,599.93
(b) Trade payables	1,929.08	2,117.63
(c) Other current liabilities	248.67	267.37
(d) Short-term provisions	492.00	559.07
Subtotal- Current Liabilities	7,361.57	8,544.00
TOTAL - EQUITY AND LIABILITIES	8,481.63	9,102.43
B ASSETS		
Non-current assets		
(a) Fixed assets	4,672.58	4,913.82
(b) Non-current investments	16.96	16.96
(c) Long-term loans and advances	141.32	135.53
(d) Other non-current assets	-	-
Subtotal - Non current assets	4,830.86	5,066.31
Current assets		
(a) Inventories	1,769.29	1,789.27
(b) Trade receivables	1,655.26	1,989.63
(c) Cash and cash equivalents	4.22	9.52
(d) Short-term loans and advances	172.41	199.63
(e) Other current assets	49.59	48.07
Subtotal - Current assets	3,650.77	4,036.12
Total -Assets	8,481.63	9,102.43



NOTES:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held at Chennai on November 5, 2016 and subjected to Limited Review by the Statutory Auditors.
- The Company operates in a single segment i.e, Fluro-Chemicals in India and all other activities evolve around the same. Hence, there is no reportable primary/ secondary segment.
- Despite the accumulated losses incurred in the past, the financial statements of the Company have been prepared on going concern basis having regard to business plans of the company and continued financial support from a promoter.
- The Company has sold its freehold residential vacant land at Cuddalore and profit on sale of said land shown as exceptional item, during the quarter ended 30th June, 2015.
- Renewable Power Obligation (RPO): The Company had filed a petition with Hon'ble Tamil Nadu Electricity Regulatory Commission (TNERC) to declare its 2.3 MW cogeneration plant exempt from RPO obligation. The said petition was dismissed by Hon'ble TNERC on 13th November 2015 relying on an order passed by Hon'ble Appellate Tribunal for Electricity (APTEL) in a different petition which the Company believes the facts of the case has no applicability to the factors of its petition and also based on erroneous premise that the Company's plant is a fossil-fuel based cogeneration plant. Aggrieved by the order the Company filed an appeal with Hon'ble APTEL which has been admitted. The Company believes, based on the legal advice, that its appeal would be favourably considered by APTEL and accordingly has not made any provision towards RPO from Financial year 2012-13 to 2016-17 Q2 currently estimated at Rs.82.02 lakhs.
- Corresponding figures for the previous period have been regrouped / reclassified wherever necessary.

FOR TANFAC INDUSTRIES LIMITED

Place : Chennai

Date : 05/11/2016


 (V.T. MOORTHY)
 DIRECTOR
 

**LIMITED REVIEW REPORT**

The Board of Directors
TANFAC INDUSTRIES LIMITED

INTRODUCTION

We have reviewed the accompanying Statement of un-audited Financial Results ('FR') of TANFAC INDUSTRIES LIMITED ('the Company') for the Quarter ended September 30, 2016. The un-audited FR initiated by us for identification purpose, 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 these un-audited FR based on our review.

SCOPE OF REVIEW

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 FR are free of material misstatement. A review is limited primarily to inquiries of Company personnel and an analytical procedure 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.

CONCLUSION

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement of un-audited FR prepared in accordance with Accounting standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized 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.

EMPHASIS OF MATTER PARAGRAPH

- I. In forming our opinion, which is not qualified, we have considered Note no. 3 of the financial statements stating that, despite continuing losses, the financial results of the company have been prepared under 'Going concern' assumption basis having regard to the business plans of the company and continued financial support from a promoter
- II. Attention is invited to Note no. 5 of the financial results, describing company's contention in the matter of Renewable Power Obligation (RPO), which is contested and the company is anticipating a favorable verdict, based on legal advice received by it. Our report is not qualified on the matter

For and on behalf of
Khimji Kunverji & Co
Chartered Accountants
(Registration Number: 105146W)

Partner (F-33494)
Hasmukh B Dedhia

Camp : Chennai
Date : November 5, 2016