



**Tube Investments of India Ltd.**

Dare House, 234, N.S.C. Bose Road, Chennai 600 001, India  
Tel: 91.44.4217 7770-5 Fax: 91.44.4211 0404  
Website: www.tiindia.com CIN:L35921TN1949PLC002905

4th August, 2016

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

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

Dear Sirs,

**Sub: Outcome of Board meeting**

Further to our letter dated 19th July, 2016, we enclose herewith the following:

**1. Unaudited financial results of the Company for the first quarter ended 30th June, 2016:**

Unaudited financial results of the Company for the first quarter ended 30th June, 2016 in the detailed format under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") as approved by the Board at its meeting held today (4th August, 2016) together with a copy of the Limited Review Report of M/s. S R Batliboi & Associates LLP, Chartered Accountants & Statutory Auditors of the Company is enclosed for your records and for uploading in your website. A copy of the same is also uploaded in the Company's website [www.tiiindia.com](http://www.tiiindia.com). An extract of the aforesaid financial results in the manner prescribed under the Listing Regulations will be published in English and Tamil newspapers within the time stipulated.

**2. Press Release in respect of the unaudited financial results for the first quarter:**

A copy of the press release made with regard to the unaudited financial results for the first quarter ended 30th June, 2016 is further enclosed.

For your information, the Board meeting commenced at 11.30 A.M. and concluded at 2.30 P.M.

Please take the above on your record.

Thanking you,

Yours faithfully,  
For TUBE INVESTMENTS OF INDIA LIMITED

  
S SURESH  
COMPANY SECRETARY

Encl:

**TUBE INVESTMENTS OF INDIA LIMITED**

Regd. Office: 'Dare House', 234, NSC Bose Road, Chennai - 600 001

Tel: 91 44 4217770-5 Fax: 91 44 42110404 Website: [www.tiindia.com](http://www.tiindia.com) E-mail id: [investorservices@tii.murugappa.com](mailto:investorservices@tii.murugappa.com)

CIN:L35921TN1949PLC002905

**Unaudited Financial Results for the Quarter ended 30th June, 2016**

(₹. in Crores)

Particulars	Standalone			
	Quarter Ended			Year Ended
	30.06.2016 (Unaudited)	31.03.2016 (Unaudited)	30.06.2015 (Unaudited)	31.03.2016 (Unaudited)
1. Income from Operations				
a) Gross Sales / Income from Operations	1097.87	1082.87	1031.84	4041.38
b) Other Operating Income	48.40	46.83	44.63	171.28
<b>Total Income from Operations</b>	<b>1146.27</b>	<b>1129.70</b>	<b>1076.47</b>	<b>4212.66</b>
2. Expenses				
a) Cost of Materials Consumed	610.70	556.37	635.38	2,367.95
b) Purchase of Stock-in-Trade	27.48	20.30	30.91	79.31
c) Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	10.79	81.79	(24.96)	(12.40)
d) Excise duty on Sale of Products and Scrap	73.92	70.56	72.48	287.88
e) Employee Benefits Expense	96.68	97.13	83.62	355.86
f) Depreciation and Amortisation Expense	27.89	29.20	26.66	110.60
g) Other Expenses	220.96	209.25	192.74	782.24
<b>Total</b>	<b>1068.42</b>	<b>1064.60</b>	<b>1016.83</b>	<b>3971.44</b>
3. Profit from Operations and before Other Income and Finance Costs (1 - 2)	77.85	65.10	59.64	241.22
4. Other Income	10.30	23.08	2.03	34.48
5. Profit Before Finance Costs and Exceptional items (3 + 4)	88.15	88.18	61.67	275.70
6. Finance Costs	24.53	31.96	34.63	135.34
7. Profit After Finance Costs but before Exceptional Items (5 - 6)	63.62	56.22	27.04	140.36
8. Exceptional Items [Refer Note - 5]	-	783.73		784.98
9. Profit Before Tax (7 + 8)	63.62	839.95	27.04	925.34
10. Tax Expense (including Deferred Tax)	21.22	167.95	9.03	193.70
11. Profit After Tax (9 - 10)	42.40	672.00	18.01	731.64
12. Other Comprehensive Income	(0.25)	(0.91)	0.42	(1.65)
13. Total Comprehensive income (11 + 12)	42.15	671.09	18.43	729.99
14. Paid-up Equity Share Capital (Face Value of ₹2 Each)	37.47	37.47	37.44	37.47
15. Basic Earnings Per Share (in ₹) - Not Annualised	2.26	35.89	0.96	39.08
16. Diluted Earnings Per Share (in ₹) - Not Annualised	2.26	35.85	0.96	39.03

For Tube Investments of India Limited

Place : Chennai  
Date : 4th August 2016



*L Ramkumar*  
L Ramkumar  
Managing Director

TUBE INVESTMENTS OF INDIA LIMITED

Segment wise Revenue, Results and Capital Employed under Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015				
(₹. In Crores)				
Particulars	Standalone			
	Quarter Ended		Year Ended	
	30.06.2016 (Unaudited)	31.03.2016 (Unaudited)	30.06.2015 (Unaudited)	31.03.2016 (Unaudited)
<b>1 Segment Revenue</b>				
Cycles and Accessories	427.81	423.86	429.02	1491.31
Engineering	495.21	468.23	443.47	1821.62
Metal Formed Products	264.93	273.05	240.31	1043.65
Un-allocable Operating Income	0.39	0.47	0.03	1.63
<b>Total</b>	<b>1188.34</b>	<b>1165.61</b>	<b>1112.83</b>	<b>4358.21</b>
Inter Segment Revenue	(42.07)	(35.91)	(36.36)	(145.55)
<b>Total Revenue</b>	<b>1146.27</b>	<b>1129.70</b>	<b>1076.47</b>	<b>4212.66</b>
<b>2 Segment Results</b>				
Cycles and Accessories	23.00	20.49	29.05	78.81
Engineering	40.78	27.51	18.23	94.45
Metal Formed Products	20.02	25.29	17.60	86.30
<b>Total</b>	<b>83.80</b>	<b>73.29</b>	<b>64.88</b>	<b>259.56</b>
Finance Costs	(24.53)	(31.96)	(34.63)	(135.34)
Exceptional Items (Refer Note 5)	-	783.73	-	784.98
Other Net Un-allocable Income / (Expense) and Inter Segment Eliminations	4.35	14.89	(3.21)	16.14
<b>Net Profit before Tax</b>	<b>63.62</b>	<b>839.95</b>	<b>27.04</b>	<b>925.34</b>
<b>3 Segment Assets</b>				
Cycles and Accessories	520.47	525.31	513.43	525.31
Engineering	931.90	868.48	918.26	868.48
Metal Formed Products	591.27	574.28	604.95	574.28
Other Un-allocable Assets	1,862.80	2,211.90	1,708.13	2,211.90
<b>Total</b>	<b>3,906.44</b>	<b>4,179.97</b>	<b>3,744.77</b>	<b>4,179.97</b>
<b>4 Segment Liabilities</b>				
Cycles and Accessories	286.86	261.70	288.07	261.70
Engineering	343.38	278.01	289.83	278.01
Metal Formed Products	156.14	161.19	138.41	161.19
Other Un-allocable Liabilities	21.31	44.17	44.21	44.17
<b>Total</b>	<b>807.69</b>	<b>745.07</b>	<b>760.52</b>	<b>745.07</b>
<b>5 Capital Employed (Segment Assets - Segment Liabilities)</b>				
Cycles and Accessories	233.61	263.61	225.36	263.61
Engineering	588.52	590.47	628.43	590.47
Metal Formed Products	435.13	413.09	466.53	413.09
Other Un-allocable Assets Net of Un-allocable Liabilities	1841.49	2167.73	1663.93	2167.73
<b>Total</b>	<b>3098.75</b>	<b>3434.90</b>	<b>2984.25</b>	<b>3434.90</b>

Place : Chennai  
Date : 4th August, 2016



For Tube Investments of India Limited

*L Ramkumar*  
L Ramkumar  
Managing Director

## Notes

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 4th August 2016.
- In compliance with the Ministry of Corporate Affairs (MCA) Notification dated 16th February 2015, announcing the Companies (Indian Accounting Standards) Rules 2015 ("Ind AS"), the Company has prepared its financial statements adopting Ind AS with effect from 1st April 2016 (with transition date of 1st April 2015). Based on SEBI Circular CIR/CFD/FAC/62/2016 dated 5th July 2016, the Company has opted to present the results for the previous periods / year under Ind AS. The above results have been subjected to Limited Review by Statutory Auditors.
- Consequent to transition from the previous Indian GAAP to Ind AS, the reconciliation of 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.

₹ in Cr.

Particulars	Quarter ended		Year ended
	31.03.2016 (Unaudited)	30.06.2015 (Unaudited)	31.03.2016 (Unaudited)
<b>Net Profit under Previous GAAP (IGAAP)</b>	<b>671.12</b>	<b>17.92</b>	<b>729.89</b>
Actuarial Loss on Employee defined benefit funds recognised in Other Comprehensive Income	0.52	0.53	2.10
Effect of fair valuation of Financial Instruments	0.49	(0.36)	(0.54)
Effect of fair valuation of Share Based Payments	-	(0.02)	(0.05)
Others	0.06	(0.29)	0.05
Deferred tax	(0.19)	0.23	0.19
<b>Net Profit for the period under Ind AS</b>	<b>672.00</b>	<b>18.01</b>	<b>731.64</b>
Other Comprehensive Income (Net of Tax)	(0.91)	0.42	(1.65)
<b>Total Comprehensive Income under Ind AS</b>	<b>671.09</b>	<b>18.43</b>	<b>729.99</b>

- During the quarter, the Company allotted 5,262 equity shares to its employees consequent to the exercise of options granted under the Company's Employees Stock Option Scheme. The total outstanding employee stock options as at 30th June 2016 is 2,70,285.
- Details of Exceptional Items are given below:

₹ in Cr.

Particulars	Quarter ended			Year ended
	30.06.2016 (Unaudited)	31.03.2016 (Unaudited)	30.06.2015 (Unaudited)	31.03.2016 (Unaudited)
Profit on sale of Non Current Investment (Refer note a)	-	820.78	-	820.78
Provision for Impairment of Fixed Assets (Refer note b)	-	(37.05)	-	(37.05)
Profit on Sale of Non Operating Assets (Refer note c)	-	-	-	1.25
<b>Total</b>	<b>-</b>	<b>783.73</b>	<b>-</b>	<b>784.98</b>

a. Pursuant to the approval of the Board of Directors of the Company, the Company sold 4,18,32,798 equity shares of face value ₹10/- each representing 14% shareholding in M/s Cholamandalam MS General Insurance Company (CMSGICL) to its joint venture partner, M/s Mitsui Sumitomo Insurance Company Limited, Japan (MS) for a consideration of ₹882.67 Cr on 31st March, 2016. The excess of the sale consideration over the average carrying amount of the Company's investment in CMSGICL aggregating ₹820.78 Cr is recognised as a gain during the quarter and year ended 31st March 2016.

b. On account of various market factors, changes in future project potential and expected usage, the Company has recognized impairment loss of ₹ 34.46 Cr. and ₹2.59 Cr. in Metal Formed Products Segment and Engineering Segment respectively to bring the value of such assets to their recoverable value. The impairment provision of ₹37.05 Cr is recognised during the quarter and year ended 31st March, 2016.

c. During the year ended 31st March 2016, the Company sold certain non-operating assets and earned profit of ₹1.25 Cr.



6 **Additional Information: Key financial parameters / figures in respect of Subsidiaries and Joint Venture Entities for the quarter ended 30th June, 2016:**

As permitted under the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Company has opted to submit only the quarterly and year-to-date standalone financial results to the Stock Exchanges in respect of Financial Year 2016-17. The Company preferred this option to publish only standalone financial results as above, as Cholamandalam Investment and Finance Company Ltd (Subsidiary under Ind AS) and Cholamandalam MS General Insurance Company Ltd (Joint Venture Entity under Ind AS) are required to prepare financial statements under Ind AS for standalone purposes only from the Financial Year 2018-19, being Non-Banking Finance Company ('NBFC') and General Insurance Company, respectively. Presently these companies prepare their financial statements only for their statutory purposes under Indian GAAP, which cannot be consolidated as per Ind AS 110 (Consolidated Financial Statements). As required by the Companies (Ind AS) Amendment Rules, 2016, the Company is required to prepare Ind AS compliant consolidated financial statements based on relevant financial statement data received from aforesaid NBFC and General Insurance Company in accordance with the accounting policies followed by the Company. These companies are gearing up to provide their financial statements under Ind AS in time to facilitate preparation of consolidated financial results by the Company for the year ending 31st March, 2017.

The information presented below relating to the operating revenue and profits of the Company's Subsidiaries and Joint Venture Entities (together referred to as "Investee Entities") for the quarter ended 30th June, 2016 are based on financial statements for such companies prepared under applicable generally accepted accounting principles as detailed below. Further, figures reported below in respect of the Investee Entities are based on their individual standalone / consolidated financial statements (as applicable), without giving effect to any adjustments for consolidation under Ind AS 110. Accordingly, these figures cannot be consolidated, and have been presented only as additional information. These figures have not been subjected to limited review by the Statutory Auditors of the Company.

Name of the Company	Applicable GAAP	Income from operations (in ₹ Cr.)	Profit After Tax (in ₹ Cr.)	Proportion of Ownership
1. Cholamandalam Investment and Finance Company Ltd., *	Indian GAAP	1,114.81	167.20	46.25%
2. Cholamandalam MS General Insurance Company Ltd.,	Indian GAAP	584.15	48.85	60.00%
3. Cholamandalam MS Risk Services Ltd.,	Indian GAAP	7.89	(0.21)	49.50%
4. Financiere C10 SAS *	French GAAP	58.40	(0.08)	100.00%
5. Shanthi Gears Ltd.,	Ind AS	46.42	4.89	70.12%
6. TI Tsubamex Private Limited	Ind AS	1.48	(1.64)	75.00%
7. TI Financial Holdings Limited	Indian GAAP	0.00	0.00	100.00%

\* Results are based on their Consolidated Financial Statement

7 The above financial results are also available on our website [www.tiindia.com](http://www.tiindia.com).

8 Previous periods' figures have been re-grouped / re-classified, where necessary to make it comparable with the current period.

For Tube Investments of India Limited,

Place : Chennai  
Date : 4th August, 2016




  
L Ramkumar  
Managing Director

**Limited Review Report**

**Review Report to  
The Board of Directors  
Tube Investments of India Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Tube Investments of India Limited ('the Company') for the quarter ended June 30, 2016 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, except for the additional information provided under Note 6 of the Statement which has been presented based on financial information compiled by the management and has not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors / committee of Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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, read with SEBI 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 S.R. BATLIBOI & ASSOCIATES LLP**  
Chartered Accountants  
ICAI Firm registration number: 101049W/E300004



**per Subramanian Suresh**  
Partner  
Membership No.: 083673

Place: Chennai  
Date: August 04, 2016



## **TUBE INVESTMENTS OF INDIA LTD STANDALONE Q1 NET PROFIT UP BY 135%**

The Board of Directors of Tube Investments of India Limited (TII) met today and approved the financial results for the quarter ended 30<sup>th</sup> June, 2016.

### **Standalone Results**

TII's Revenue for the quarter was higher by 6% at ₹1146 Cr. as against ₹1076 Cr. for the corresponding quarter in the previous year. The profit before interest and tax for the quarter was at ₹88 Cr. as against ₹62 Cr. for the corresponding quarter in the previous year. The PAT for the quarter was higher by 135% at ₹42 Cr. as compared to ₹18 Cr. for the corresponding period in the previous year.

Mr. L. Ramkumar, Managing Director said, "The pickup in all segments of the Auto Sector and reduction in finance charges due to loan repayments helped the Company record a PBT of ₹64 Cr. as against ₹27 Cr. for the corresponding quarter in the previous year, a growth of 135%"

### **Review of Businesses**

#### **Cycles and Accessories**

This division has registered volume growth of 6% in Trade and drop in Institution, resulting a overall drop of 2% during the quarter compared with corresponding quarter in the previous year. Hence revenue of this division was flat during the quarter. Profit before Interest and Tax for the quarter was ₹23 Cr. as against ₹29 Cr. for the corresponding quarter in the previous year.

#### **Engineering**

This division has registered volume growth of 19% in precision tubes during the quarter compared with corresponding quarter in the previous year. The new plant set up at Tiruttani improved its output and profitability. Profit before Interest and Tax for the quarter was ₹41 Cr. as against ₹18 Cr. for the corresponding quarter in the previous year.

#### **Metal Formed Products**

This division has registered volume growth in all product segments compared with corresponding quarter in the previous year. Profit before Interest and Tax for the quarter was ₹20 Cr. as against ₹18 Cr. for the corresponding quarter in the previous year.

### **Key Results of Subsidiary and Joint Venture Companies**

Cholamandalam Investment & Finance Company Ltd, a financial services subsidiary, in which the Company holds 46.25% stake, disbursed ₹4561 Cr. during the quarter compared to ₹3508 Cr. in the corresponding quarter of the previous year. Consolidated Profit after Tax (PAT) for the quarter was at ₹167 Cr. against ₹111 Cr. for the corresponding quarter in the previous year, registering a growth of 50%.

Cholamandalam General Insurance Company Ltd., a Joint Venture Entity in general insurance business, in which the Company holds 60% stake, registered a Gross Written Premium (GWP) of ₹652 Cr. during the quarter as against ₹480 Cr. a growth of 36%. PAT for the quarter was at ₹49 Cr. as against ₹26 Cr. compared with corresponding quarter in the previous year.

Shanthi Gears Ltd., a subsidiary company in the Gears Business, in which Company holds 70.12% stake, registered a revenue growth of 11% for the quarter compared with corresponding quarter of the previous year. The revenue for the quarter was ₹46 Cr. as against ₹42 Cr. for the corresponding quarter in the previous year. PAT for the quarter was at ₹5 Cr. as against ₹1 Cr.

#### **About 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](http://www.murugappa.com)