



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

6th June 2020

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

Stock Code: 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 20 pages (including covering letter)

Dear Sirs,

Sub: Intimation on the outcome of the Board Meeting held on 6th June 2020

We refer to our letter dated 27th May 2020, 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. Audited Financial Results for the quarter/year ended 31st March 2020:

The audited financial results for the quarter/year ended 31st March 2020 in Schedule III 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 and year ended 31st March 2020;
- b. Consolidated financial results for quarter and year ended 31st March 2020;
- c. Audit reports of M/s. Price Waterhouse Chartered Accountants LLP, Statutory Auditors on the Standalone and Consolidated financial results for the year ended 31st March 2020.

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 as well on the websites of Stock Exchanges.

As required under SEBI Circular CIR/CFD/CMD/56/2016 dated 27th May 2016, we declare that the Statutory Auditors, M/s. Price Waterhouse Chartered Accountants LLP, Chartered Accountants, have in their report issued an unmodified opinion on the Standalone and Consolidated Financial Results of the Company for the financial year ended 31st March 2020.





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2. Annual General Meeting

The 66th Annual General Meeting of the shareholders of the Company is scheduled to be held on Wednesday, 29th July 2020 through Video Conferencing/Other Audio Visual means.

3. Dividend

The Board has recommended that the interim dividend of Rs. 2.75/- per share of Rs. 1/- each paid during the year ended 31st March 2020 be confirmed as the final dividend for the FY 2019-20 at the 66th Annual General Meeting of the Company.

We further wish to inform that the meeting of the Board of Directors of the Company commenced at 01.00 p.m. and concluded at 03.00 p.m.

Kindly take the above information on record.

Thanking you

Yours faithfully,

For Carborundum Universal Limited

Rekha Surendhiran
Company Secretary

Encl.: a.a.



CARBORUNDUM UNIVERSAL LIMITED
CIN : L29224TN1954PLC000318

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STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

(Rs.in Lakhs)

S.No.	Particulars	Quarter ended			Year ended	
		Audited	Unaudited	Audited	Audited	
		(Refer note no: 8)		(Refer note no: 8)	31.03.2020	31.03.2019
		31.03.2020	31.12.2019	31.03.2019		
1	Income					
	a) Sales / Income from Operations	35631	40853	44761	162306	175191
	b) Other Operating Income	922	642	1243	2813	3031
	Revenue from Operations	36553	41495	46004	165119	178222
	Other income	2187	394	765	4733	2692
	Total Income	38740	41889	46769	169852	180914
2	Expenses					
	a) Cost of materials consumed	14205	14902	17624	62673	69904
	b) Purchase of stock-in-trade	1128	1230	2035	6260	7952
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2311)	829	(849)	(2960)	(2654)
	d) Employee benefits expense	4102	5266	4391	19589	18212
	e) Finance costs	32	2	77	35	94
	f) Depreciation and amortisation expense	1619	1655	1771	6698	7540
	g) Power and fuel	4561	4288	4648	18086	19290
	h) Other expenses	7948	8756	9837	35517	35785
	Total expenses	31284	36928	39534	145898	156123
3	Profit before tax (1)-(2)	7456	4961	7235	23954	24791
4	Tax expense					
	Current tax	1580	1318	2348	5775	8670
	Deferred tax	(365)	(389)	(38)	(953)	(488)
	Total tax expense	1215	929	2310	4822	8182
5	Profit for the period (3)-(4)	6241	4032	4925	19132	16609
6	Other comprehensive income [OCI]					
	Items that will not be reclassified to profit or loss					
	(a) Remeasurements of the defined benefit plans	(1225)	-	248	(1225)	248
	(b) Equity instruments through other comprehensive income	(158)	(30)	18	(511)	(578)
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	Other comprehensive income - Total	(1383)	(30)	266	(1736)	(330)
7	Total Comprehensive income [5 + 6]	4858	4002	5191	17396	16279
8	Paid up Equity Share Capital (Face value - Re.1 per share)	1894	1893	1892	1894	1892
9	Reserves excluding revaluation reserve				134576	125559
10	Earnings per share (Rs.) on S.no. 5 Net Profit after tax (not annualised)					
	- Basic	3.30	2.13	2.61	10.11	8.80
	- Diluted	3.29	2.13	2.60	10.10	8.77





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STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

STANDALONE UNAUDITED SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lakhs)

S.No.	Particulars	Quarter ended			Year ended	
		Audited	Unaudited	Audited	Audited	
		(Refer note no: 8)		(Refer note no: 8)	31.03.2020	31.03.2019
1	Segment Revenue					
	Abrasives	17374	21712	23082	81468	92090
	Ceramics	10792	11913	13463	51200	49849
	Electrominerals	10111	9737	11211	41088	45344
	Total	38277	43362	47756	173756	187283
	Less: Inter-Segment Revenue	2646	2509	2995	11450	12092
	Sales / Income from operations	35631	40853	44761	162306	175191
2	Segment Results					
	(Profit (+) / Loss (-) before Finance costs and tax)					
	Abrasives	2164	3064	3090	10829	12973
	Ceramics	2367	2133	1949	10006	8174
	Electrominerals	642	623	1437	2169	4443
	Total	5173	5820	6476	23004	25590
	Less: (i) Finance costs	32	2	77	35	94
	(ii) Other unallocable expenses / (income) net	(2315)	857	(836)	(985)	705
	Profit before tax	7456	4961	7235	23954	24791
	Less : Tax expense	1215	929	2310	4822	8182
	Net profit after tax	6241	4032	4925	19132	16609
3a	Segmental assets					
	Abrasives	41306	45999	45477	41306	45477
	Ceramics	36383	38642	36206	36383	36206
	Electrominerals	30757	31587	34005	30757	34005
	Unallocable	48855	45671	36890	48855	36890
		157301	161899	152578	157301	152578
3b	Segmental liabilities					
	Abrasives	6612	9671	11065	6612	11065
	Ceramics	4798	6041	4711	4798	4711
	Electrominerals	5011	4440	5072	5011	5072
	Unallocable	4173	3682	4042	4173	4042
		20594	23834	24890	20594	24890





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STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Balance sheet

(Rs. in Lakhs)

Particulars	Audited	
	As at 31.03.2020	As at 31.03.2019
ASSETS		
Non-Current assets		
(a) Property, plant and equipment	41215	39274
(b) Right of use assets	794	
(c) Capital work-in-progress	1222	2249
(d) Intangible assets	209	255
(e) Financial assets		
(i) Investments		
(a) Investment in associate	104	104
(b) Investments in joint ventures	457	457
(c) Investments in subsidiaries	23524	23524
(d) Other investments	500	1030
(ii) Other financial assets	1338	1213
(f) Other non-current assets	1292	2056
Total Non-Current assets	70655	70162
Current assets		
(a) Inventories	32629	33903
(b) Financial assets		
(i) Other investments	6160	9357
(ii) Trade receivables	25934	33051
(iii) Cash and cash equivalents	16146	1567
(iv) Bank balances other than (iii) above	192	157
(v) Other Financial assets	569	539
(c) Other Current assets	5016	3842
Total Current assets	86646	82416
Total Assets	157301	152578
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	1894	1892
(b) Other equity	134813	125796
Total equity	136707	127688
Non-Current liabilities		
(a) Financial liabilities		
Borrowings	-	27
Lease liabilities	25	-
(b) Provisions	749	593
(c) Deferred tax liabilities (net)	1167	2120
Total Non-Current liabilities	1941	2740
Current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	30	-
(ii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	78	178
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	12635	14521
(ii) Other financial liabilities	4518	6401
(b) Provisions	461	435
(c) Other current liabilities	931	615
Total Current liabilities	18653	22150
Total liabilities	20594	24890
Total Equity and Liabilities	157301	152578





STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Cash flow Statement

(Rs. in Lakhs)

Particulars	Year ended	
	Audited	
	31.03.2020	31.03.2019
A Cash flow from Operating activities		
Profit before tax	23954	24791
Adjustment for:		
Depreciation and amortisation expense	6698	7540
Fair valuation of investments	19	(7)
Finance costs	35	94
Interest income	(359)	(97)
Dividend income	(3330)	(2262)
Expenses recognised in respect of equity-settled share-based payments	161	159
Allowance for doubtful receivable and advances	181	311
Reversal of allowance for doubtful receivables and advances	(196)	(165)
Provision for expenses no longer required written back	(14)	(78)
(Profit)/Loss on sale of assets (net)	(516)	(39)
Unrealised exchange (gain)/loss - net	(360) 2319	160 5616
Operating profit before working capital changes	26273	30407
Movement in working capital		
(Increase)/decrease in trade receivables	7625	(745)
(Increase)/decrease in inventories	1274	(7864)
(Increase)/decrease in other financial assets	(159)	(199)
(Increase)/decrease in other assets	(1308)	(315)
Increase/(decrease) in trade payables	(3327)	(1589)
Increase/(decrease) in provision and other current liabilities	498	69
Increase/(decrease) in other financial liabilities	(1664) 2939	607 (10036)
Cash generated from Operations	29212	20371
Income tax paid	(6100)	(8200)
Net cash generated by Operating activities - [A]	23112	12171
B Cash flow from Investing activities		
Payments to acquire property, plant and equipment	(7302)	(5180)
Payments for intangible assets	(84)	(55)
Proceeds from sale of property, plant and equipment	613	125
Interest income received	359	97
Dividend income received	3330	2262
Net cash (used in) Investing activities - [B]	(3084)	(2751)
C Cash flow from Financing activities		
Proceeds from issue of equity shares	347	279
(Repayment) of long-term borrowings - net	-	(91)
Principal element of lease payments	(73)	-
Finance costs paid	(35)	(94)
Dividends paid	(7573)	(5200)
Tax on dividend	(1312)	(795)
Net cash (used in) Financing activities - [C]	(8646)	(5901)
D Net increase/(decrease) in cash and cash equivalents [A]+[B]+[C]	11382	3519
Add: Cash and Cash equivalents at the beginning of the period	10924	7405
Cash and Cash equivalents at the end of the period	22306	10924
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and Cash equivalents at the beginning of the period		
Cash and cash equivalents	1567	1957
Current investment considered as Cash and Cash equivalents	9357	5448
	10924	7405
Cash and cash equivalents at the end of the period		
Cash and cash equivalents	16146	1567
Current investment considered as Cash and Cash equivalents	6160	9357
	22306	10924





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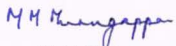
STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Notes :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 06, 2020.
- 2 An interim dividend of Rs.2.75 per share was declared at the meeting of the Board of Directors held on February 26, 2020 and the same has been paid and recommended to be confirmed by the shareholders as final dividend for the financial year 2019-20.
- 3 During the current quarter, the Company has allotted 126,494 equity shares pursuant to exercise of Employee Stock Options.
- 4 The Company has adopted Ind AS 116 "Leases" with effect from April 01, 2019. The effect on adoption of Ind AS 116 is not material on the financial results and no adjustments have been made to the comparative figures. This resulted in recognition of lease liability with an equivalent amount recognized as right of use asset as of April 1, 2019. The effect of this adoption is not material on the profit for the quarter and year ended March 31, 2020.
- 5 The Company opted to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income tax for the year ended March 31, 2020 and remeasured its Deferred Tax asset basis at the rate prescribed in the said section. The deferred tax impact of this change has been recognised in the Statement of Profit and Loss for the year ended March 31, 2020.
- 6 The step down subsidiary M/s.Foskor Zirconia Pty Limited, South Africa [FZL] has incurred a loss of Rs.2049 Lakhs for the period ended March 31,2020, out of this Rs.1045 Lakhs has been considered in the Group consolidated financials, being share of the Parent. The Board of FZL is monitoring the business performance and will initiate suitable measures in due course. No adjustments are necessary to these financial statements in this regard.
- 7 **Impact of COVID 19 Pandemic**
The spread of COVID 19 has impacted businesses around the globe including India, there has been disruptions to regular business operations due to lock down. Consequent to the Government advisories issued for controlling the spread of Covid 19, the operations in all the Company's manufacturing facilities situated across various locations of the country was suspended from March 23, 2020. As a safeguard measure, the operations in locations involving continuous processes at high temperature were maintained with minimal essential staff required to ensure safety and maintenance after undertaking due health and hygiene precautions. In line with the regular lockdown relaxation measures the Company resumed the operations in its manufacturing facilities situated across various locations in the country in a phased manner and in line with the MHA guidelines.
The Company has made a detailed assessment of its liquidity position for the next financial year and has critically assessed the recoverability and carrying values of its assets comprising of property, plant and equipment, trade receivables, inventory, other current assets and investments as at balance sheet date, and has concluded that no adjustments are required in these financial statements.
The impact assessment of COVID 19 is an ongoing process, given the uncertainties associated with its nature and duration and the Company will continue to monitor all material changes to the entity's internal and external environment.
- 8 The figures for the quarters ended March 31, 2020 and March 31, 2019, are the balancing figures between the audited figures in respect of the full financial year and the published year- to -date figures upto the third quarter of the relevant financial year.
- 9 The standalone and consolidated financial results are available on the website of the Company : www.cumi-murugappa.com and Stock exchanges : www.bseindia.com & www.nseindia.com.

For Carborundum Universal Limited

Chennai
June 06,2020


M.M.Murugappan
Chairman





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CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

(Rs. in Lakhs)

S.No.	Particulars	Quarter ended			Year ended	
		Audited	Unaudited	Audited	Audited	
		(Refer note no: 9)		(Refer note no: 9)	31.03.2020	31.03.2019
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
1	Income					
	a) Sales / Income from Operations	58602	64221	69558	256936	265561
	b) Other Operating Income	795	714	654	2961	3329
	Revenue from Operations	59397	64935	70212	259897	268890
	Other income	2943	440	145	4501	2730
	Total Income	62340	65375	70357	264398	271620
2	Expenses					
	a) Cost of materials consumed	17917	20056	22177	82482	87257
	b) Purchase of stock-in-trade	1772	1780	2910	9166	10913
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(1755)	689	(612)	(2954)	(2674)
	d) Employee benefits expense	8048	8859	8127	34483	32732
	e) Finance costs	163	124	264	633	848
	f) Depreciation and amortisation expense	2517	2662	2593	10452	10827
	g) Power and Fuel	9251	8996	9793	37166	37861
	h) Other expenses	13917	14908	15888	59693	58972
	Total expenses	51830	58074	61140	231121	236736
3	Profit from operations before share of profit of equity accounted investees and income tax [1]-[2]	10510	7301	9217	33277	34884
4(a)	Share of profit of associate (net of tax)	(31)	88	1	400	615
4(b)	Share of profit of joint ventures (net of tax)	94	556	266	1377	1379
5	Profit before tax [3]+[4(a)]+[4(b)]	10573	7945	9484	35054	36878
6	Tax expense					
	Current tax	2961	2126	3018	9667	12331
	Deferred tax	(1780)	(317)	366	(2112)	(213)
	Total tax	1181	1809	3384	7555	12118
7	Net Profit after tax (5-6)	9392	6136	6100	27499	24760
	Profit for the year attributable to :					
7(a)	- Owners of the Company	9233	6282	6189	27242	24768
7(b)	- Non-controlling interest	159	(146)	(89)	257	(8)
8	Add : Other Comprehensive Income / (Loss)					
	A.Items that will not be reclassified to profit or loss					
	(a) Remeasurement of the defined benefit liabilities / (asset)	(1260)	1	249	(1258)	250
	(b) Equity instruments through other comprehensive income	(158)	(30)	18	(511)	(578)
	(c) Share of Joint ventures/associate - Adjustments net of tax - Remeasurement on defined benefit liabilities/(asset)	(24)	(10)	(36)	(52)	(54)
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	Total	(1442)	(39)	231	(1821)	(382)
	B.Items that may be reclassified to profit or loss					
	(a) Exchange differences in translating the financial statements of foreign operations	(7985)	2818	1653	(3837)	(3111)
	(b) Valuation of cash flow hedges	(55)	(4)	26	(87)	30
	(c) Share of Joint ventures/associate - Adjustments net of tax	(19)	21	5	67	46
	Income tax relating to items that may be reclassified to profit or loss	14	1	(8)	23	(9)
	Total	(8045)	2836	1676	(3834)	(3044)
	Other Comprehensive Income / (Loss) - A+B	(9487)	2797	1907	(5655)	(3426)
	Other Comprehensive income for the year attributable to :					
8(a)	- Owners of the Company	(9458)	2798	1896	(5617)	(3439)
8(b)	- Non-controlling interest	(29)	(1)	11	(38)	13
9	Total Comprehensive Income (7+8)	(95)	8933	8007	21844	21334
	Total Comprehensive income for the year attributable to :					
9(a)	- Owners of the Company	(225)	9080	8085	21625	21329
9(b)	- Non-controlling interest	130	(147)	(78)	219	5
10	Paid up Equity Share Capital (Face value - Re.1 per share)	1894	1893	1892	1894	1892
11	Reserves excluding revaluation surplus				183704	170281
12	Earnings per share (Rs.) on S.no.7(a) Net Profit after tax and non-controlling interests (not annualised)					
	- Basic	4.88	3.32	3.27	14.39	13.10
	- Diluted	4.87	3.32	3.27	14.38	13.07





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CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

CONSOLIDATED AUDITED SEGMENTWISE REVENUE, RESULTS , ASSETS AND LIABILITIES

(Rs. in Lakhs)

	Quarter ended			Year ended	
	Audited	Unaudited	Audited	Audited	
	(Refer note no: 9)		(Refer note no: 9)	31.03.2020	31.03.2019
1 Segment Revenue					
Abrasives	21306	26339	27967	99531	112435
Ceramics	14011	15245	16640	62895	60440
Electrominerals	25152	24357	27024	102577	101854
Others	1711	1690	1440	7083	6386
Total	62180	67631	73071	272086	281115
Less: Inter-Segment Revenue	3578	3410	3513	15150	15554
Sales / Income from operations	58602	64221	69558	256936	265561
2 Segment Results					
(Profit before Finance costs and tax)					
Abrasives	2297	3137	3204	11295	14015
Ceramics	3583	2967	2420	13171	10816
Electrominerals	3222	2019	3657	10415	12791
Others	334	335	(55)	1002	502
Total	9436	8458	9226	35883	38124
Less: (i) Finance costs	163	124	264	633	848
(ii) Other unallocable expenses / (income) net	(1237)	1033	(255)	1973	2392
Profit before tax	10510	7301	9217	33277	34884
Less : Tax expense	1181	1809	3384	7555	12118
Add : Share of profit from Associate and Joint ventures	63	644	267	1777	1994
Less : Non-controlling interests	159	(146)	(89)	257	(8)
Profit after tax , share of profit from associate, joint ventures and non-controlling interests	9233	6282	6189	27242	24768
3a Segmental assets					
Abrasives	59023	66368	65528	59023	65528
Ceramics	48084	49603	45728	48084	45728
Electrominerals	68184	74519	70797	68184	70797
Others (including un-allocable)	53876	51016	41150	53876	41150
Total Segmental assets	229167	241506	223203	229167	223203
3b Segmental liabilities					
Abrasives	8947	11786	13712	8947	13712
Ceramics	6480	7088	5228	6480	5228
Electrominerals	11627	12032	10178	11627	10178
Others (including un-allocable)	11724	14003	16444	11724	16444
Total Segmental liabilities	38778	44909	45562	38778	45562





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CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Consolidated Balance Sheet

(Rs.in lakhs)

Particulars	As at	As at
	31.03.2020	31.03.2019
	Audited	
ASSETS		
Non-current assets		
(a) Property, plant and equipment	59072	56873
(b) Right of use assets	2147	
(c) Capital work-in-progress	3865	4639
(d) Goodwill	13304	12228
(e) Intangible assets	314	400
(f) Investment accounted for using the equity method		
(a) Investments in associate	5489	5193
(b) Investments in joint ventures	6128	6816
(g) Financial assets		
(i) Investments	501	1031
(ii) Other financial assets	1463	1334
(h) Deferred tax assets (net)	917	1011
(i) Other non-current assets	1953	3697
Total non-current assets	95153	93222
Current assets		
(a) Inventories	50762	53286
(b) Financial assets		
(i) Other Investments	6751	9612
(ii) Trade receivables	40156	51392
(iii) Cash and Cash equivalents	29206	9594
(iv) Bank balances other than (iii) above	192	157
(v) Other Financial assets	662	706
(c) Other Current assets	6285	5234
Total current assets	134014	129981
Total assets	229167	223203
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	1894	1892
(b) Other equity	183941	170518
Equity attributable to owners of the Company	185835	172410
Non-controlling interests	4554	5231
Total equity	190389	177641
Non-current liabilities		
(a) Financial liabilities		
Borrowings	423	508
Lease liabilities	583	-
(b) Provisions	1127	960
(c) Deferred tax liabilities (net)	1326	3554
Total non-current liabilities	3459	5022
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	5530	8678
(ii) Lease liabilities	287	-
(iii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	160	304
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	19380	20564
(iv) Other financial liabilities	5646	7433
(b) Provisions	1756	1753
(c) Other current liabilities	2560	1808
Total current liabilities	35319	40540
Total liabilities	38778	45562
Total equity and liabilities	229167	223203



CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Consolidated Cash flow statement

(Rs. in Lakhs)

Particulars	Year ended			
	Audited			
	31.03.2020		31.03.2019	
Profit before tax		35054		36878
Adjustment for :				
Share of profit of associate	(400)		(615)	
Share of profit of Joint ventures	(1377)		(1379)	
Fair value of Investments	19		(7)	
Depreciation and amortisation	10452		10827	
Finance costs	633		848	
Interest income	(707)		(482)	
Profit on sale of Investment	-		(1)	
Dividend income	(429)		(428)	
Expenses recognised in respect of equity-settled share-based payments	161		159	
Impairment loss on financial assets (net)	13		30	
Allowance for doubtful receivable and advances	936		364	
Reversal of allowance for doubtful receivables and advances	(318)		(332)	
Provision for expenses no longer required written back	(211)		(96)	
Loss/(profit) on sale of assets (net)	(431)		(25)	
Loss/(profit) on exchange fluctuation (net)	(40)	8301	398	9261
Operating profit before working capital changes		43355		46139
Movement in working capital				
(Increase)/decrease in trade receivables	8572		(4587)	
(Increase)/decrease in Inventories	1393		(10550)	
(Increase)/decrease in Other financial asset	(92)		(298)	
(Increase)/decrease in Other assets	(1287)		(394)	
Increase/(decrease) in Trade payables	(1221)		1076	
Increase/(decrease) in Provision & other current liabilities	1160		161	
Increase/(decrease) in Other financial liabilities	(1271)	7254	634	(13958)
Cash generated from Operations		50609		32181
Income tax paid		(9921)		(11998)
Net cash generated by operating activities	[A]	40688		20183
Cash flow from investing activities				
Payments to acquire fixed asset	(12785)		(9482)	
Payments for Intangible asset	(128)		(138)	
Proceeds from sale of Property, plant and equipment	654		130	
Dividend income from Associate	120		239	
Dividend income from Joint ventures	1701		346	
Proceeds / (Purchase) of Investments	-		2	
Interest income received	707		482	
Dividend income received	429		428	
Net cash (used in)/generated by investing activities	[B]	(9302)		(7993)
Cash flow from financing activities				
Proceeds from issue of equity shares	347		279	
Repayment/proceeds from long term borrowings	-		(2)	
Repayment/proceeds from borrowings	(3226)		(3359)	
Principal element of lease payments	(121)		-	
Finance costs paid	(633)		(848)	
Dividend paid to Shareholder	(7573)		(5200)	
Tax on Dividend	(1312)		(795)	
Dividend paid to Non Controlling interest and its related tax	(810)		(830)	
Tax on Dividend - Subsidiaries	(129)		(160)	
Net cash used in financing activities	[C]	(13457)		(10915)
Net increase/(decrease) in cash and cash equivalents [A]+[B]+[C]		17929		1275
Add : Cash and Cash equivalents at the beginning of the year		19206		18468
Effect of exchange rate changes on the balances of cash and cash equivalents held in foreign currencies		(1178)		(537)
Cash and Cash equivalents at the end of the year		35957		19206
Reconciliation of Cash and cash equivalents with the Balance Sheet :				
Cash and cash equivalents at the beginning of the year				
Cash and cash equivalents		9594		12763
Current investment considered as Cash and Cash equivalents		9612		5705
		19206		18468
Cash and cash equivalents at the end of the year				
Cash and cash equivalents		29206		9594
Current investment considered as Cash and Cash equivalents		6751		9612
		35957		19206





CARBORUNDUM UNIVERSAL LIMITED
CIN No: L29224TN1954PLC000318
Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001



CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings, held on June 06, 2020. The consolidated financials include the financial statement of the subsidiaries, associate and joint ventures duly audited by respective statutory auditors.
- An interim dividend of Rs.2.75 per share was declared at the meeting of the Board of Directors held on February 26, 2020 and the same has been paid and recommended to be confirmed by the shareholders as final dividend for the financial year 2019-20.
- During the current quarter, the Company has allotted 126,494 equity shares pursuant to exercise of Employee Stock Options.

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

(Rs.in Lakhs)

Particulars	Quarter ended			Year ended	
	(Audited)	(Unaudited)	(Audited)	(Audited)	
	(Refer note no: 9)		(Refer note no: 9)		
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
Revenue from Operations	36553	41495	46004	165119	178222
Profit before Tax	7456	4961	7235	23954	24791
Net Profit After Tax	6241	4032	4925	19132	16609
Total Comprehensive income	4858	4002	5191	17396	16279

- The Group has adopted Ind AS 116 "Leases" with effect from April 01, 2019. The effect on adoption of Ind AS 116 is not material on the financial results and no adjustments have been made to the comparative figures. This resulted in recognition of lease liability with an equivalent amount recognized as right of use asset as of April 1, 2019. The effect of this adoption is not material on the profit for the quarter and year ended March 31, 2020.
- The Group opted to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Group has recognised Provision for Income tax for the year ended March 31, 2020 and remeasured its Deferred Tax asset basis at the rate prescribed in the said section. The deferred tax impact of this change has been recognised in the Statement of Profit and Loss for the year ended March 31, 2020.
- The step down subsidiary M/s.Foskor Zirconia Pty Limited, South Africa [FZL] has incurred a loss of Rs.2049 Lakhs for the period ended March 31,2020, out of this Rs.1045 Lakhs has been considered in the Group consolidated financials, being share of the Parent. The Board of FZL is monitoring the business performance and will initiate suitable measures in due course. No adjustments are necessary to these financial statements in this regard.
- Impact of COVID 19 Pandemic
The spread of COVID 19 has impacted businesses around the globe including India, there has been disruptions to regular business operations due to lock down. Consequent to the Government advisories issued for controlling the spread of Covid 19, the operations in all the Company's manufacturing facilities situated across various locations of the country was suspended from March 23, 2020. As a safeguard measure, the operations in locations involving continuous processes at high temperature were maintained with minimal essential staff required to ensure safety and maintenance after undertaking due health and hygiene precautions. In line with the regular lockdown relaxation measures the Company resumed the operations in its manufacturing facilities situated across various locations in the country in a phased manner and in line with the MHA guidelines.
The Group has made a detailed assessment of its liquidity position for the next financial year and has critically assessed the recoverability and carrying values of its assets comprising of property, plant and equipment, trade receivables, inventory, other current assets and investments as at balance sheet date, and has concluded that no adjustments are required in these financial statements.
The impact assessment of COVID 19 is an ongoing process, given the uncertainties associated with its nature and duration and the Group will continue to monitor all material changes to the entity's internal and external environment.
- The figures for the quarters ended March 31, 2020 and March 31, 2019, are the balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the relevant financial year.
- The standalone and consolidated financial results are available on the website of the Company : www.cumi-murugappa.com and Stock exchanges : www.bseindia.com & www.nseindia.com.

for Carborundum Universal Limited

Chennai
June 06, 2020

M.M. Murugappan
M.M. Murugappan
Chairman



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Audit of Standalone Financial Results

Opinion

1. We have audited the accompanying standalone annual financial results of Carborundum Universal Limited (hereinafter referred to as the 'Company') for the year ended March 31, 2020, which includes the standalone balance sheet and the standalone cash flow statement as at and for the year ended on that date, attached herewith, (hereinafter referred to as the "standalone financial results") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (Companies Indian Accounting Standards) Rules, 2015) (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of total comprehensive income (comprising profit and other comprehensive income) and other financial information of the Company for the year ended March 31, 2020, the standalone balance sheet and the standalone cash flow statement as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw your attention to Note 7 to the standalone financial results, wherein the management has assessed that there is no material impact in the financial statements due to lockdown and related restrictions imposed towards COVID 19 pandemic. Management continues to monitor all material changes to the Company's internal and external environment due to the Covid-19 pandemic. Our opinion is not modified in respect of this matter.

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/NS00016 (ICAI registration number before conversion was 012754N)

Board of Directors' Responsibilities for the Standalone Financial Results

5. These Standalone financial results have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the total comprehensive income (comprising profit and other comprehensive income), other financial information of the Company, the standalone balance sheet and the standalone cash flow statement in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the standalone financial results by the Directors of the Company, as aforesaid.
6. In preparing the standalone financial results, the Board of Directors of the Company are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

8. Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. (Refer paragraph 12 below)



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Standalone Financial Results

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

11. The Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are subject to limited review by us.
12. The standalone annual financial results dealt with by this report has been prepared for the express purpose of filing with National Stock Exchange of India and BSE Limited. These results are based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated June 6, 2020.

For **Price Waterhouse Chartered Accountants LLP**

Firm Registration Number: 012754N/N500016

Chartered Accountants



Subramanian Vivek

Partner

Membership Number: 100332

UDIN: 20100332AAAAAG6489

Place: Chennai

Date: June 6, 2020

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Audit of Consolidated Financial Results

Opinion

1. We have audited the accompanying consolidated annual financial results of Carborundum Universal Limited (hereinafter referred to as the "Parent") and its subsidiaries (Parent and its subsidiaries together referred to as "the Group"), its associate along with its wholly owned subsidiaries ("Associate") and jointly controlled entities for the year ended March 31, 2020, which includes the consolidated balance sheet, the consolidated cash flow statement, as at and for the year ended on that date, attached herewith (hereinafter referred to as the "Consolidated financial results"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries, Associate and jointly controlled entities, the aforesaid consolidated financial results:

- (i) include the financial information of the following entities

Subsidiaries:

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

Joint Controlled entities:

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

Associate:

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

- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Consolidated Financial Results

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- (iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013, (Companies Indian Accounting Standards) Rules, 2015) (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of profit and other comprehensive income) and other financial information of the Group, its Associate and jointly controlled entities for the year ended March 31, 2020 and the consolidated balance sheet and the consolidated cash flow statement as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Group, its Associate and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw your attention to Note 8 to the consolidated financial results, wherein the management has assessed that there is no material impact in the financial statements due to lockdown and related restrictions imposed towards COVID 19 pandemic. Management continues to monitor all material changes to the Company's internal and external environment due to the Covid-19 pandemic. Our opinion is not modified in respect of this matter.

Material Uncertainty Related to Going Concern of a step down subsidiary

5. We draw your attention to the following paragraph on "Material Uncertainty related to Going concern" paragraph included in the audit report on the financial statements of Foskor Zirconia (Pty) Limited which is a subsidiary of CUMI International Limited, a subsidiary of the Parent, issued by an independent firm of Accountants based out of South Africa vide its report dated June 3, 2020 reproduced by us as under:

"We draw attention to the condensed income statement, which indicates that Foskor Zirconia (Pty) Ltd incurred a net loss of R 42,843,251 for the year ended 31 March 2020. As of that date, the liabilities of the company exceeded its total assets by R 88,806,393. The Company is in the process of issuing notices to its labour unions with the intention to start consultations regarding staff retrenchment to reduce operating cost. The Company has also entered into discussion to convert certain accounts payable balances amounting to R 60,000,000 to a term loan to improve liquidity. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on Foskor Zirconia (Pty) Ltd's ability to continue as a going concern. Our opinion is not modified in respect of the above matter."

Our opinion is not modified in respect of this matter.



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Consolidated Financial Results

Page 3 of 5

Board of Directors' Responsibilities for the Consolidated Financial Results

6. These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Parent's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the total comprehensive income (comprising profit and other comprehensive income) and other financial information of the Group including its Associate and jointly controlled entities and the consolidated balance sheet and the consolidated cash flow statement in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its Associate and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its Associate and jointly controlled entities and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Parent, as aforesaid.
7. In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its Associate and jointly controlled entities are responsible for assessing the ability of the Group and its Associate and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group and its Associate and jointly controlled entities or to cease operations, or has no realistic alternative but to do so.
8. The respective Board of Directors of the companies included in the Group and of its Associate and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its Associate and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

9. Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.
10. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide the basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Consolidated Financial Results

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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. (Refer paragraph 17 below)
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its Associate and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its Associate and jointly controlled entities to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its Associate and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial results / information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
11. We communicate with those charged with governance of the Parent and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
12. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

13. We did not audit the financial statements of ten subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 128,819 lakhs and net assets of Rs. 102,498 lakhs as at March 31, 2020, total revenues of Rs. 116,490 lakhs, total comprehensive income (comprising profit and other comprehensive income) of Rs. 8,231 lakhs and cash flows (net) of Rs. 6,546 lakhs for the year ended March 31, 2020, as considered in the consolidated financial results. The consolidated financial results also include the Group's share of total comprehensive income (comprising profit and other comprehensive income) of Rs. 1,363 lakhs for the year ended March 31, 2020, as considered in the consolidated financial results, in respect of two jointly controlled entities, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entities is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 10 above.



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Carborundum Universal Limited

Report on the Consolidated Financial Results

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Of these, seven subsidiaries are located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries which constitute total assets of Rs. 111,842 lakhs and net assets of Rs. 88,702 lakhs as at March 31, 2020, total revenues of Rs. 101,135 lakhs, total comprehensive income (comprising profit/loss and other comprehensive income) of Rs. 11,321 lakhs and cash flows (net) of Rs. 6,085 lakhs for the year ended March 31, 2020. The Parents Management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Parent's management. Our opinion in so far it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the Management of Parent and audited by us. Our conclusion is not modified in respect of the above matters.

14. The consolidated financial results include the unaudited financial statements two subsidiaries, whose financial information reflect total assets of Rs. 27 lakhs and net assets of Rs. 21 lakhs as at March 31, 2020, total revenue of Rs. Nil, total comprehensive income (comprising loss and other comprehensive income) of Rs. (3) lakhs and cash flows (net) of Rs. 0.09 lakhs for the year ended March 31, 2020, as considered in the consolidated financial results. These financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.
15. Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial information furnished by the management.
16. The consolidated Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are subject to limited review by us.
17. The consolidated annual financial results dealt with by this report have been prepared for the express purpose of filing with National Stock Exchange of India and BSE Limited. These results are based on and should be read with the audited consolidated financial statements of the group, its Associate and jointly controlled entities, for the year ended March 31, 2020 on which we have issued an unmodified audit opinion vide our report dated June 6, 2020.

For **Price Waterhouse Chartered Accountants LLP**

Firm Registration Number: 012754N/N500016

Chartered Accountants



Subramanian Vivek

Partner

Membership Number: 100332

UDIN: 20100332AAAAAH4686

Place: Chennai

Date: June 6, 2020