



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

10th February 2022

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 16 pages (including covering letter)

Dear Sir/Madam,

Sub: Intimation on the outcome of the Board Meeting held on 10th February 2022

We refer to our letters dated 29th January 2022, 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. Unaudited Financial Results for the quarter/period ended 31st December 2021:

Unaudited financial results for quarter/period ended 31st December 2021 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/period ended 31st December 2021;
- b. Consolidated financial results for the quarter/period ended 31st December 2021;
- c. Limited Review Report of M/s. Price Waterhouse Chartered Accountants LLP, Statutory Auditors on the Standalone and Consolidated financial results for the quarter/period ended 31st December 2021; and
- d. Press release.

Pursuant to Regulation 47 of the Listing Regulations and the 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.





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2. Declaration of Interim Dividend

The Board at its meeting today has declared an interim dividend of 150% i.e., Rs.1.50/- (One Rupee Fifty Paise only) per equity share (on a face value of Re. 1/-) for the year ending 31st March 2022.

The Record Date for determining the members eligible to receive the aforesaid interim dividend is Tuesday, 22nd February, 2022. In the case of shareholders opting for NECS/ECS, the dividend would in the normal course be credited to their accounts by Tuesday, 8th March 2022. In the case of shareholders opting physical mode of payment, the same will be posted by 8th March, 2022. The dividend will be paid after deducting applicable taxes.

We further wish to inform that the meeting of the Board of Directors of the Company commenced at 12:20 p.m. and concluded at 2:20 p.m.

Kindly take the above information on record.

Thanking you

Yours faithfully,

For Carborundum Universal Limited



Rekha Surendhiran
Company Secretary

Encl.: a.a.

Price Waterhouse Chartered Accountants LLP

Independent Auditors' Report on Review of Interim Standalone Financial Results

To
The Board of Directors
Carborundum Universal Limited
"Parry House", 6th floor,
43, Moore Street,
Chennai - 600 001

1. We have reviewed the unaudited financial results of Carborundum Universal Limited (the "Company") for the quarter ended December 31, 2021 and the year to date results for the period April 1, 2021 to December 31, 2021 which are included in the accompanying "Standalone unaudited financial results for the quarter and nine months ended December 31, 2021" (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (the "Listing Regulations, 2015") and SEBI circular dated July 5, 2016, which has been initialled by us for identification purposes. This Statement, which is the responsibility of the Company's Management has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim financial reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and has been approved by the 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 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 Statement is free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Price Waterhouse Chartered Accountants LLP**
Firm Registration Number: 012754N/N500016
Chartered Accountants



Subramanian Vivek
Partner

Membership Number: 100332
UDIN: 22100332ABCQDP4341

Place: Chennai
Date: February 10, 2022

Price Waterhouse Chartered Accountants LLP, 8th Floor, Prestige Palladium Bayan, 129 - 140, Grems Road
Chennai - 600 006, India
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Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

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/N500016 (ICAI registration number before conversion was 012754N)



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

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

| S.No. | Particulars | Quarter ended | | | Nine months ended | | (Rs.in Lakhs) |
|-------|--|---------------|--------------|--------------|-------------------|---------------|---------------|
| | | 31.12.2021 | 30.09.2021 | 31.12.2020 | 31.12.2021 | 31.12.2020 | Year ended |
| | | Unaudited | | | Unaudited | | Audited |
| 1 | Income | | | | | | |
| | a) Sales / Income from Operations | 59640 | 55054 | 48827 | 161186 | 114590 | 164935 |
| | b) Other Operating Income | 544 | 765 | 617 | 1794 | 1696 | 2293 |
| | Revenue from Operations | 60184 | 55819 | 49444 | 162980 | 116286 | 167228 |
| | Other income | 337 | 717 | 882 | 2591 | 3181 | 4237 |
| | Total Income | 60521 | 56536 | 50326 | 165571 | 119467 | 171465 |
| 2 | Expenses | | | | | | |
| | a) Cost of materials consumed | 23978 | 22599 | 18806 | 65278 | 39709 | 59994 |
| | b) Purchase of stock-in-trade | 1975 | 907 | 1812 | 4776 | 3942 | 5304 |
| | c) Changes in inventories of finished goods, stock-in-trade and work-in-progress | 497 | (311) | (77) | (1261) | 6173 | 5589 |
| | d) Employee benefits expense | 5746 | 5783 | 5313 | 16897 | 14760 | 19617 |
| | e) Finance costs | 5 | - | 6 | 8 | 8 | 27 |
| | f) Depreciation and amortisation expense | 1621 | 1673 | 1578 | 4896 | 4524 | 6143 |
| | g) Power and fuel | 5894 | 5411 | 4990 | 16365 | 10985 | 16711 |
| | h) Other expenses | 12003 | 11923 | 9442 | 33149 | 22977 | 32512 |
| | Total expenses | 51719 | 47985 | 41870 | 140108 | 103078 | 145897 |
| 3 | Profit before exceptional item and tax (1)-(2) | 8802 | 8551 | 8456 | 25463 | 16389 | 25568 |
| 4 | Exceptional items (net) - Refer Note : 7 | - | - | - | - | - | (1122) |
| 5 | Profit before tax (3)+(4) | 8802 | 8551 | 8456 | 25463 | 16389 | 24446 |
| 6 | Tax expense | | | | | | |
| | Current tax | 2267 | 2310 | 1984 | 6477 | 4044 | 6375 |
| | Deferred tax | (122) | (54) | (102) | (271) | (300) | (326) |
| | Total tax expense | 2145 | 2256 | 1882 | 6206 | 3744 | 6049 |
| 7 | Profit for the period (5)-(6) | 6657 | 6295 | 6574 | 19257 | 12645 | 18397 |
| 8 | Other comprehensive income [OCI] | | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | | |
| | (a) Remeasurements of the defined benefit plans | (102) | 70 | 537 | (263) | 337 | 275 |
| | (b) Equity instruments through other comprehensive income | 187 | (119) | 262 | 304 | 420 | 463 |
| | Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | - |
| | Other comprehensive income - Total | 85 | (49) | 799 | 41 | 757 | 738 |
| 9 | Total Comprehensive income [7 + 8] | 6742 | 6246 | 7373 | 19298 | 13402 | 19135 |
| 10 | Paid up Equity Share Capital (Face value - Re.1 per share) | 1898 | 1898 | 1895 | 1898 | 1895 | 1896 |
| 11 | Reserves excluding revaluation reserve | | | | | | 151344 |
| 12 | Earnings per share (Rs.) on S.no. 7 Profit for the period (not annualised) | | | | | | |
| | - Basic | 3.51 | 3.32 | 3.47 | 10.15 | 6.68 | 9.71 |
| | - Diluted | 3.50 | 3.31 | 3.47 | 10.13 | 6.67 | 9.70 |

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STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

STANDALONE UNAUDITED SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. in Lakhs)

| S.No. | Particulars | Quarter ended | | | Nine months ended | | Year ended |
|-----------|--|---------------|---------------|---------------|-------------------|---------------|---------------|
| | | 31.12.2021 | 30.09.2021 | 31.12.2020 | 31.12.2021 | 31.12.2020 | 31.03.2021 |
| | | Unaudited | | | Unaudited | | Audited |
| 1 | Segment Revenue | | | | | | |
| | Abrasives | 28048 | 26802 | 25250 | 77247 | 56440 | 81772 |
| | Ceramics | 17791 | 17215 | 14021 | 49129 | 35168 | 50075 |
| | Electrominerals | 17660 | 14221 | 12979 | 45295 | 30300 | 43957 |
| | Total | 63499 | 58238 | 52250 | 171671 | 121908 | 175804 |
| | Less: Inter-Segment Revenue | 3859 | 3184 | 3423 | 10485 | 7318 | 10869 |
| | Sales / Income from operations | 59640 | 55054 | 48827 | 161186 | 114590 | 164935 |
| 2 | Segment Results | | | | | | |
| | (Profit +) / Loss (-) before Finance costs and tax) | | | | | | |
| | Abrasives | 4168 | 4082 | 4411 | 11728 | 7437 | 11788 |
| | Ceramics | 3569 | 3634 | 3195 | 10051 | 7284 | 10560 |
| | Electrominerals | 2486 | 1771 | 1158 | 5691 | 2343 | 3170 |
| | Total | 10223 | 9487 | 8764 | 27470 | 17064 | 25518 |
| | Less: (i) Finance costs | 5 | 0 | 6 | 8 | 8 | 27 |
| | (ii) Other unallocable expenses / (income) net | 1416 | 936 | 302 | 1999 | 667 | (77) |
| | Profit before exceptional item and tax | 8802 | 8551 | 8456 | 25463 | 16389 | 25568 |
| | Add : Exceptional items (net) - Refer Note : 7 | - | - | - | - | - | (1122) |
| | Profit before tax | 8802 | 8551 | 8456 | 25463 | 16389 | 24446 |
| | Less : Tax expense | 2145 | 2256 | 1882 | 6206 | 3744 | 6049 |
| | Profit for the period | 6657 | 6295 | 6574 | 19257 | 12645 | 18397 |
| 3a | Segmental assets | | | | | | |
| | Abrasives | 44366 | 44999 | 37765 | 44366 | 37765 | 40584 |
| | Ceramics | 45249 | 44369 | 38235 | 45249 | 38235 | 41611 |
| | Electrominerals | 29661 | 28997 | 28273 | 29661 | 28273 | 27877 |
| | Unallocable | 83331 | 74114 | 70545 | 83331 | 70545 | 74493 |
| | Total | 202607 | 192479 | 174818 | 202607 | 174818 | 184565 |
| 3b | Segmental liabilities | | | | | | |
| | Abrasives | 9851 | 8610 | 8646 | 9851 | 8646 | 9263 |
| | Ceramics | 7594 | 7865 | 5254 | 7594 | 5254 | 6775 |
| | Electrominerals | 6652 | 5382 | 6028 | 6652 | 6028 | 7735 |
| | Unallocable | 7952 | 6969 | 4547 | 7952 | 4547 | 7315 |
| | Total | 32049 | 28826 | 24475 | 32049 | 24475 | 31088 |





CARBORUNDUM UNIVERSAL LIMITED
CIN : L29224TN1954PLC000318



Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

Notes :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 10, 2022 and were subjected to a limited review by the Statutory Auditors of the Company.
- 2 The Board of Directors have declared an Interim Dividend of Rs.1.50/- per share (on face value of Re. 1/- each per share).
- 3 On October 6, 2021, the Company acquired 71.99% of Equity stake in PLUS Advanced Technologies Private Limited (PLUS). PLUS along with its wholly owned subsidiary in Netherlands – M/s. Plus Advanced Technologies BV that have become subsidiaries of CUMI effective from that date. PLUS is a speciality materials research and manufacturing company involved in the fields of Phase Change Materials (PCM) for thermal energy storage and speciality polymeric additives for enhancing mechanical and barrier properties.
- 4 Effective February 1, 2022, a new stepdown wholly owned subsidiary of the Company in Germany acquired for a total consideration of upto Euro 8 million all the main assets of Abrasives Wandmacher GmbH & Co. KG (AWUKO) that include land & building, plant & machinery, fixed assets, leased assets, brands & trademarks, patents, technical know-how and other intangible assets.
- 5 The Company through another new wholly owned stepdown subsidiary in Germany entered into a Share Purchase agreement (SPA) for acquiring RHODIUS Schleifwerkzeuge Verwaltungsgesellschaft GmbH (RQS GmbH) and RHODIUS Schleifwerkzeuge GmbH & Co. KG (RQS KG) (together called RHODIUS Abrasives) from M/s. Gebrüder Rhodius GmbH & Co. KG on February 2, 2022 at Germany, for an enterprise value of Euro 55 million. The Company is a party to the SPA in its capacity as Purchaser Guarantor for the purchase price payment obligations of the stepdown subsidiary. The completion of the acquisition is subject to meeting the closing conditions as per the terms of the SPA.
- 6 The stepdown subsidiary M/s. Foskor Zirconia Pty Limited, South Africa [FZL] earned profit during the current financial period amounting to Rs.822 Lakhs. Out of this Rs.419 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 continue to institute suitable measures.
- 7 Exceptional item (net) comprise of Rs.2492 Lakhs towards fair value changes of a financial instrument availed by a stepdown subsidiary and is net of Profit of Rs.1370 Lakhs on divestment of marginal stake investments in an Associate, to comply with the Minimum Public shareholding requirement under the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.
- 8 During the current quarter, the Company has allotted 36,814 equity shares pursuant to exercise of Employee Stock Options.
- 9 **Impact of COVID 19 Pandemic**
The COVID 19 pandemic is unprecedented and measures to contain it has caused significant disturbances and slowdown of economic activity. The impact on operations caused due to supply chain disruptions and container availability continues.
- 10 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.

Chennai
February 10, 2022

For Carborundum Universal limited

M.M. Murugappan
Chairman



Price Waterhouse Chartered Accountants LLP

Independent Auditors' Report on Review of Interim Consolidated Financial Results

To
The Board of Directors
Carborundum Universal Limited
"Parry House", 6th Floor,
43, Moore Street,
Chennai - 600 001

1. We have reviewed the consolidated unaudited financial results of Carborundum Universal Limited (the "Parent") and its subsidiaries (the Parent and its subsidiaries hereinafter referred to as the "Group"), its share of profit of its joint ventures and an associate company along with its wholly owned subsidiaries (the "Associate") for the quarter ended December 31, 2021 and the year to date results for the period April 1, 2021 to December 31, 2021 which are included in the accompanying "Consolidated unaudited financial results for the quarter and nine months ended December 31, 2021" (the "Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations"), as amended which has been initialled by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and approved by their Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results 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

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Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

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- viii. Net Access India Limited
- ix. Sterling Abrasives Limited
- x. Southern Energy Development Corporation Limited
- xi. Volzhsky Abrasives Works
- xii. PLUS Advanced Technologies Private Limited
- xiii. PLUS Advanced Technologies B.V
- xiv. CUMI GmbH

Joint Ventures

- xv. Ciria India Limited
- xvi. Murugappa Morgan Thermal Ceramics Limited

Associate

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

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review/audit reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw your attention to the following paragraph on "Material Uncertainty regarding going concern" included in the report on review of interim reporting package 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 January 14, 2022 reproduced by us as under:

"We draw attention to the condensed income statement, which indicates that Foskor Zirconia (Pty) Ltd incurred a net profit of R 16,277,615 for the nine-month period ended 31 December 2021. However as of that date, the liabilities of the company exceeded its total assets by R 95,758,614. 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 this matter."

Our conclusion is not modified in respect of this matter.

7. We did not review the financial results/statements of ten subsidiaries considered in the preparation of the statement and which constitutes total revenues of Rs 34,475 lakhs and Rs. 102,674 lakhs, total net profit after tax of Rs. 4,362 lakhs and Rs. 14,953 lakhs and other comprehensive income of Rs. 2,804 lakhs and Rs.12,058 lakhs, for the quarter and nine months ended December 31, 2021, respectively, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of net profit after tax of Rs. 199 lakhs and Rs. 689 lakhs and other comprehensive income of Rs. 1.45 lakhs and Rs. (0.11) lakhs for the quarter ended and nine months ended December 31, 2021, respectively, as considered in the consolidated unaudited financial results, in respect of two joint ventures, whose financial results have not been reviewed by us. These financial results/statements have been reviewed/audited by other auditors who have issued an unmodified conclusion/ opinion, which have been furnished to us by the Parent's Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint ventures, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.



Out of the above, seven subsidiaries are located outside India whose financial results/statements have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been reviewed/audited by other auditors under generally accepted auditing standards applicable in their respective countries, which constitute total revenue of Rs. 29,946 lakhs and Rs. 89,467 lakhs, total net profit after tax of Rs. 3,887 lakhs and Rs. 13,367 lakhs and other comprehensive income of Rs. (1.77) lakhs and Rs. (1.77) lakhs for the quarter and nine months ended December 31, 2021 respectively. The Parent's management has converted the financial results/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 reviewed these conversion adjustments made by the Parent's management. Our conclusion in so far as it relates to the balances of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Parent and reviewed by us.

Our conclusion on the Statement is not modified in respect of the above matter.

8. The consolidated unaudited financial results includes the financial results of three subsidiaries which have not been reviewed by their auditors, whose financial results reflect total revenue of Rs. 31 lakhs and Rs. 31 lakhs, total net profit after tax of Rs. 4 lakhs and Rs. 4 lakhs and other comprehensive income of Rs. Nil and Rs. Nil for the quarter and nine months ended December 31, 2021, respectively, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these financial results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

For **Price Waterhouse Chartered Accountants LLP**
Firm Registration Number: 012754N/N500016
Chartered Accountants



Subramanian Vivek

Partner

Membership Number: 100332

UDIN: 22100332 ABC Q GK 4205

Place: Chennai

Date: February 10, 2022



CARBORUNDUM UNIVERSAL LIMITED

CIN : L29224TN1954PLC000318

Registered office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001



CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rs. in Lakhs)

| S.No | Particulars | Quarter ended | | | Nine months ended | | Year ended |
|-------|---|---------------|--------------|--------------|-------------------|---------------|---------------|
| | | 31.12.2021 | 30.09.2021 | 31.12.2020 | 31.12.2021 | 31.12.2020 | 31.03.2021 |
| | | Unaudited | | | Unaudited | | Audited |
| 1 | Income | | | | | | |
| | a) Sales / Income from operations | 89091 | 83397 | 72688 | 243066 | 185387 | 260413 |
| | b) Other Operating income | 833 | 1066 | 669 | 2480 | 2127 | 2758 |
| | Revenue from operations | 89924 | 84463 | 73357 | 245546 | 187514 | 263171 |
| | Other income | 898 | 875 | 502 | 2741 | 2143 | 3140 |
| | Total income | 90822 | 85338 | 73859 | 248287 | 189657 | 266311 |
| 2 | Expenses | | | | | | |
| | a) Cost of materials consumed | 30627 | 30351 | 23666 | 83399 | 51917 | 75678 |
| | b) Purchase of stock-in-trade | 2459 | 1427 | 2535 | 6312 | 5495 | 7410 |
| | c) Changes in inventories of finished goods, stock-in-trade and work-in-progress | (128) | (1799) | (468) | (3592) | 7234 | 6695 |
| | d) Employee benefits expense | 10256 | 10075 | 8971 | 29971 | 25753 | 34704 |
| | e) Finance costs | 147 | 105 | 70 | 327 | 270 | 358 |
| | f) Depreciation and amortisation expense | 2791 | 2676 | 2466 | 8025 | 7203 | 9945 |
| | g) Power and fuel | 11158 | 10686 | 9588 | 31512 | 25685 | 36309 |
| | h) Other expenses | 19794 | 18728 | 16088 | 55374 | 40719 | 55818 |
| | Total expenses | 77104 | 72249 | 62916 | 211328 | 164276 | 226917 |
| 3 | Profit from operations before share of profit of equity accounted investees, exceptional item and income tax [1]-[2] | 13718 | 13089 | 10943 | 36959 | 25381 | 39394 |
| 4(a) | Share of profit of associate (net of tax) | 208 | 302 | 170 | 735 | 298 | 496 |
| 4(b) | Share of profit of joint ventures (net of tax) | 199 | 268 | 259 | 689 | 590 | 1013 |
| 5 | Profit before exceptional item and income tax [3]+[4(a)]+[4(b)] | 14125 | 13659 | 11372 | 38383 | 26269 | 40903 |
| 6 | Exceptional items (net)- Refer Note : 8 | - | - | - | - | - | (1440) |
| 7 | Profit before tax [5]+[6] | 14125 | 13659 | 11372 | 38383 | 26269 | 39463 |
| 8 | Tax expense | | | | | | |
| | Current tax | 3118 | 3449 | 2841 | 9486 | 7264 | 10899 |
| | Deferred tax | (84) | (58) | (131) | (263) | (683) | (743) |
| | Total tax | 3034 | 3391 | 2710 | 9223 | 6581 | 10156 |
| 9 | Profit for the period (7-8) | 11091 | 10268 | 8662 | 29160 | 19688 | 29307 |
| | Profit for the period attributable to : | | | | | | |
| 9(a) | - Owners of the Company | 10155 | 9763 | 8765 | 27631 | 19378 | 28431 |
| 9(b) | - Non-controlling interest | 936 | 505 | (103) | 1529 | 310 | 876 |
| 10 | Add : Other comprehensive income / (loss) | | | | | | |
| | A.Items that will not be reclassified to profit or loss | | | | | | |
| | (a) Remeasurements of the defined benefit plans | (103) | 70 | 537 | (264) | 337 | 289 |
| | (b) Equity instruments through other comprehensive income | 684 | (119) | 262 | 801 | 420 | 463 |
| | (c) Share of Joint ventures/associate - Adjustments net of tax - Remeasurements of the defined benefit plans | (12) | (17) | 13 | (29) | 45 | (1) |
| | Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - | - | - |
| | Total | 569 | (66) | 812 | 508 | 802 | 751 |
| | B.Items that may be reclassified to profit or loss | | | | | | |
| | (a) Exchange differences in translating the financial statements of foreign operations | (1506) | 214 | 1710 | 1132 | 1387 | 504 |
| | (b) Valuation of cash flow hedges | 6 | (21) | (36) | (3) | (26) | 69 |
| | (c) Share of Joint ventures/associate - Adjustments net of tax | 26 | (46) | 35 | (5) | 40 | (13) |
| | Income tax relating to items that may be reclassified to profit or loss | (2) | 5 | 9 | 0 | 6 | (17) |
| | Total | (1476) | 152 | 1718 | 1124 | 1407 | 543 |
| 10 | Other comprehensive income /(loss) - A+B | (907) | 86 | 2530 | 1632 | 2209 | 1294 |
| | Other comprehensive income for the period attributable to : | | | | | | |
| 10(a) | - Owners of the Company | (983) | 92 | 2540 | 1558 | 2216 | 1277 |
| 10(b) | - Non-controlling interest | 76 | (6) | (10) | 74 | (7) | 17 |
| 11 | Total comprehensive income (9+10) | 10184 | 10354 | 11192 | 30792 | 21897 | 30601 |
| | Total comprehensive income for the period attributable to : | | | | | | |
| 11(a) | - Owners of the Company | 9172 | 9855 | 11305 | 29189 | 21594 | 29708 |
| 11(b) | - Non-controlling interest | 1012 | 499 | (113) | 1603 | 303 | 893 |
| 12 | Paid up equity share capital (Face value - Re.1 per share) | 1898 | 1898 | 1895 | 1898 | 1895 | 1896 |
| 13 | Reserves excluding revaluation surplus | | | | | | 211014 |
| 14 | Earnings per share (Rs.) on S.no.9(a) Profit for the period (not annualised) | | | | | | |
| | - Basic | 5.35 | 5.15 | 4.63 | 14.57 | 10.23 | 15.01 |
| | - Diluted | 5.34 | 5.14 | 4.62 | 14.54 | 10.22 | 14.99 |





CARBORUNDUM UNIVERSAL LIMITED
CIN : L29224TN1954PLC000318

Registered office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001



CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

CONSOLIDATED UNAUDITED SEGMENTWISE REVENUE, RESULTS , ASSETS AND LIABILITIES

(Rs. in Lakhs)

| S.No. | Particulars | Quarter ended | | | Nine months ended | | Year ended |
|-----------|---|---------------|---------------|---------------|-------------------|---------------|---------------|
| | | 31.12.2021 | 30.09.2021 | 31.12.2020 | 31.12.2021 | 31.12.2020 | 31.03.2021 |
| | | Unaudited | | | Unaudited | | Audited |
| 1 | Segment revenue | | | | | | |
| | Abrasives | 34140 | 32480 | 30260 | 93922 | 69344 | 99306 |
| | Ceramics | 21322 | 20962 | 15992 | 59603 | 43695 | 62719 |
| | Electrominerals | 36077 | 32335 | 28994 | 97192 | 77487 | 106439 |
| | Others | 2629 | 1711 | 1804 | 6060 | 4658 | 6395 |
| | Total | 94168 | 87488 | 77050 | 256777 | 195184 | 274859 |
| | Less: Inter-segment revenue | 5077 | 4091 | 4362 | 13711 | 9797 | 14446 |
| | Sales / Income from operations | 89091 | 83397 | 72688 | 243066 | 185387 | 260413 |
| 2 | Segment results | | | | | | |
| | (Profit (+) / Loss (-) before Finance costs and tax) | | | | | | |
| | Abrasives | 4675 | 4474 | 4996 | 12917 | 8399 | 13430 |
| | Ceramics | 4293 | 4874 | 3425 | 12419 | 9428 | 13588 |
| | Electrominerals | 6280 | 4753 | 2990 | 15034 | 9367 | 13593 |
| | Others | 172 | 118 | 328 | 669 | 906 | 1264 |
| | Total | 15420 | 14219 | 11739 | 41039 | 28100 | 41875 |
| | Less: (i) Finance costs | 147 | 105 | 70 | 327 | 270 | 358 |
| | (ii) Other unallocable expenses / (income) net | 1555 | 1025 | 726 | 3753 | 2449 | 2123 |
| | Profit from operations before share of profit of equity accounted investees, exceptional item and income tax | 13718 | 13089 | 10943 | 36959 | 25381 | 39394 |
| | Add : Share of profit from associate and joint ventures | 407 | 570 | 429 | 1424 | 888 | 1509 |
| | Profit before exceptional item and income tax | 14125 | 13659 | 11372 | 38383 | 26269 | 40903 |
| | Add : Exceptional items (net)- Refer Note : 8 | - | - | - | - | - | (1440) |
| | Profit before tax | 14125 | 13659 | 11372 | 38383 | 26269 | 39463 |
| | Less : Tax expense | 3034 | 3391 | 2710 | 9223 | 6581 | 10156 |
| | Less : Non-controlling interests | 936 | 505 | (103) | 1,529 | 310 | 876 |
| | Profit after tax , share of profit from associate and joint ventures and non-controlling interests | 10155 | 9763 | 8765 | 27631 | 19378 | 28431 |
| 3a | Segmental assets | | | | | | |
| | Abrasives | 64394 | 64653 | 54980 | 64394 | 54980 | 58418 |
| | Ceramics | 60032 | 58592 | 50287 | 60032 | 50287 | 56349 |
| | Electrominerals | 80264 | 77944 | 72170 | 80264 | 72170 | 73929 |
| | Others (including un-allocable) | 97051 | 84053 | 75896 | 97051 | 75896 | 80153 |
| | Total segmental assets | 301741 | 285242 | 253333 | 301741 | 253333 | 268849 |
| 3b | Segmental liabilities | | | | | | |
| | Abrasives | 12075 | 11674 | 10984 | 12075 | 10984 | 11522 |
| | Ceramics | 9955 | 10257 | 6501 | 9955 | 6501 | 10159 |
| | Electrominerals | 17756 | 15707 | 14143 | 17756 | 14143 | 16328 |
| | Others (including un-allocable) | 15121 | 12311 | 10108 | 15121 | 10108 | 13051 |
| | Total segmental liabilities | 54907 | 49949 | 41736 | 54907 | 41736 | 51060 |



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CARBORUNDUM UNIVERSAL LIMITED
CIN No: L29224TN1954PLC000318

Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001

CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 10, 2022 and were subjected to a limited review by the Statutory Auditors of the Company.
- The Board of Directors have declared an Interim Dividend of Rs.1.50/- per share (on face value of Re. 1/- each per share).
- On October 6, 2021, the Company acquired 71.99% of Equity stake in PLUS Advanced Technologies Private Limited (PLUS). PLUS along with its wholly owned subsidiary in Netherlands – M/s. Plus Advanced Technologies BV that have become subsidiaries of CUMI effective from that date and its results are included within "Others" in the Segment reporting. PLUS is a specialty materials research and manufacturing company involved in the fields of Phase Change Materials (PCM) for thermal energy storage and specialty polymeric additives for enhancing mechanical and barrier properties.
- Effective February 1, 2022, a new stepdown wholly owned subsidiary of the Company in Germany acquired for a total consideration of upto Euro 8 million all the main assets of Abrasives Wandmacher GmbH & Co. KG (AWUKO) that include land & building, plant & machinery, fixed assets, leased assets, brands & trademarks, patents, technical know-how and other intangible assets.
- The Company through another new wholly owned stepdown subsidiary in Germany entered into a Share Purchase agreement (SPA) for acquiring RHODIUS Schleifwerkzeuge Verwaltungsgesellschaft GmbH (RQS GmbH) and RHODIUS Schleifwerkzeuge GmbH & Co. KG (RQS KG) (together called RHODIUS Abrasives) from M/s. Gebrüder Rhodius GmbH & Co. KG on February 2, 2022 at Germany, for an enterprise value of Euro 55 million. The Company is a party to the SPA in its capacity as Purchaser Guarantor for the purchase price payment obligations of the stepdown subsidiary. The completion of the acquisition is subject to meeting the closing conditions as per the terms of the SPA.

- Summary of key standalone financial results of Carborundum Universal Limited is as follows:

| Particulars | Quarter ended | | | Nine months ended | | Year ended |
|----------------------------|---------------|------------|------------|-------------------|------------|------------|
| | 31.12.2021 | 30.09.2021 | 31.12.2020 | 31.12.2021 | 31.12.2020 | 31.03.2021 |
| | Unaudited | | | Unaudited | | Audited |
| Revenue from operations | 60184 | 55819 | 49444 | 162980 | 116286 | 167228 |
| Profit before tax | 8802 | 8551 | 8456 | 25463 | 16389 | 24446 |
| Net profit after tax | 6657 | 6295 | 6574 | 19257 | 12645 | 18397 |
| Total comprehensive income | 6742 | 6246 | 7373 | 19298 | 13402 | 19135 |

- The stepdown subsidiary M/s. Foskor Zirconia Pty Limited, South Africa [FZL] earned profit during the current financial period amounting to Rs.822 Lakhs. Out of this Rs.419 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 continue to institute suitable measures.
- Exceptional item (net) comprise of Rs.2492 Lakhs towards fair value changes of a Financial instrument availed by a stepdown subsidiary and is net of Profit of Rs.1052 Lakhs on divestment of marginal stake investments in an Associate, to comply with the Minimum Public shareholding requirement under the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015.
- During the current quarter, the Company has allotted 36,814 equity shares pursuant to exercise of Employee Stock Options.
- Impact of COVID 19 Pandemic**
The COVID 19 pandemic is unprecedented and measures to contain it has caused significant disturbances and slowdown of economic activity. The impact on operations caused due to supply chain disruptions and container availability continues.
- 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

M.M. Murugappan

M.M. Murugappan
Chairman

Chennai
February 10, 2022





Carborundum Universal's Q3 FY 2021-22

Consolidated Sales at Rs.891 Cr, up by 23%
PAT at Rs.102 Cr, up by 16%

Standalone Sales at Rs.596 Cr, up by 22%
PAT at Rs.67 Cr, up by 1.3%

Chennai, 10th February 2022: The Board of Directors met today and approved the results for the Quarter and Nine months ended December 31, 2021.

Financial performance

Consolidated sales for the quarter, increased by 23 percent to Rs.891 Cr from Rs.727 Cr in the corresponding period of last year, driven by steady performance across business segments. At standalone level, sales grew by 22 percent to Rs.596 Cr from Rs.488 Cr.

On a consolidated basis, segmental profitability for the Quarter recorded strong growth across all three segments. Profit before tax was Rs.141 Cr as against Rs.114 Cr, and Profit after tax and non-controlling interest grew by 16 percent to Rs.102 Cr against Rs.88 Cr in Q3 of previous year. Profitability at standalone level were impacted due to increasing input costs.

The capital expenditure incurred during the nine months ended December 31, 2021 was Rs.118 Cr at Consolidated level. The debt equity ratio was 0.0156. Cash and cash equivalents including deposits with tenure exceeding 3 months net of borrowings was at Rs.616 Cr.

On October 6, 2021, the Company acquired 71.99% of Equity stake in PLUSS Advanced Technologies Private Limited (PLUS). PLUS along with its wholly owned subsidiary in Netherlands – M/s. Pluss Advanced Technologies BV have become subsidiaries of CUMI effective from this date. PLUS is a specialty materials research and manufacturing company involved in the fields of Phase Change Materials (PCM) for thermal energy storage and specialty polymeric additives for enhancing mechanical and barrier properties.



Effective February 1, 2022, a new stepdown wholly owned subsidiary of the Company in Germany acquired all the main assets of Abrasives Wandmacher GmbH & Co. KG (AWUKO) for a total consideration of upto Euro 8 million. This includes land & building, plant & machinery, fixed assets, leased assets, brands & trademarks, patents, technical know-how and other intangible assets, after the closing conditions having been met. AWUKO is a 120- year-old leading brand in Coated Abrasives business and is a market leader in Leather and Wood applications. The acquisition is in line with CUMI's expansion plans in Europe

The Company through another new wholly owned stepdown subsidiary in Germany entered into a Share Purchase agreement (SPA) for acquiring all shares in RHODIUS Schleifwerkzeuge Verwaltungsgesellschaft GmbH (RQS GmbH) and all limited partner's interest in RHODIUS Schleifwerkzeuge GmbH & Co. KG (RQS KG) (together called RHODIUS Abrasives) from M/s. Gebrüder Rhodius GmbH & Co. KG on February 2,2022 at Germany, for an enterprise value of Euro 55 million. The Company is a party to the SPA in its capacity as Purchaser Guarantor for the purchase price payment obligations of the stepdown subsidiary. The completion of the acquisition is subject to meeting the closing conditions as per the terms of the SPA.

Interim Dividend

The Board of Directors of the Company at its meeting held on Feb 10, 2022 have declared an interim dividend of Rs.1.50/- per share (150% on face value of Re.1) to the shareholders of the Company



Consolidated Segmental Operating Performance

Abrasives

Segment Revenue was Rs.341 Cr compared to last year's Q3 revenue of Rs.303 Cr, resulting in a growth of 13 percent. The standalone business, Russian subsidiary Volzhsky Abrasives Works, and subsidiary in America registered significant growth.

Profit/ (Loss) before finance cost and tax was lower by 6 percent at Rs.47 Cr as against Rs.50 Cr in Q3 of last year due to partial absorption of cost inflation.

Electro Minerals

Segment revenue was at Rs.361 Cr versus Rs.290 Cr in Q3 of last year, resulting in an increase of 24 percent. The Standalone Electro Minerals segment, African subsidiary Foskor Zirconia, and Russian subsidiary Volzhsky Abrasives Works grew in double digits.

Profit before finance cost and tax was at Rs.63 Cr as against Rs.30 Cr of Q3 last year on back of volume growth and higher realizations. Profits were also aided by higher power generation at Maniyar hydel following good rainfall.

Ceramics

Segment revenues were higher by 33 percent at Rs.213 Cr as against Rs.160 Cr in Q3 of last year. Standalone ceramics business performed well and registered double-digit growth despite slowdown in exports market due to third wave of covid. Subsidiaries in Australia and America registered significant growth.

Profit before finance cost and tax grew by 25 percent from Rs.34 Cr in Q3 of last year to Rs.43 Cr on account of volume growth, better product mix, and cost innovations to absorb increasing input costs.



About Murugappa Group

Founded in 1900, the INR 417 Billion (41,713 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 29 businesses including ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions Ltd., Cholamandalam Financial Holdings 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., Shanthi Gears Ltd., Tube Investments of India Ltd. and Wendt (India) Ltd.

The Group holds leadership position in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, 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, 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 53,000 employees.

For more details, visit <https://www.murugappa.com/>

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