

Kiri Industries Limited

Future Full of Colours.....

January 28, 2017

To,
BSE Limited
1st Floor, Rotunda Building,
B.S. Marg, Fort, Mumbai - 400 001

Dear Sir/Madam,

Sub: Outcome of Board Meeting and Compliance of Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Ref: Scrip Code – 532967

With reference to the above mentioned subject, we wish to inform you that the Board of Directors of the Company at their meeting held on January 28, 2017 at 11:30 a.m. at Registered Office of the Company at 7th Floor, Hasubhai Chambers, Opp. Town Hall, Ellisbridge, Ahmedabad – 380 006 have approved:

1. The Standalone and Consolidated Unaudited Financial Results along with Limited Review Report issued by M/s. V. D. Shukla & Co., Statutory Auditors of the Company for the quarter ended December 31, 2016.
2. The Dividend Distribution Policy of the Company.

The meeting was commenced at 11.30 a.m. and concluded at 1.20 p.m.

Please find attached herewith standalone and consolidated unaudited financial results for the quarter ended December 31, 2016

The approved unaudited standalone and consolidated financial results as well as Dividend Distribution Policy are available on the website of the company viz. www.kiriindustries.com

We request to take the note of the same.

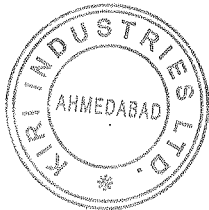
Thanking you,

Yours faithfully,

For Kiri Industries Limited

Suresh Gondalia

Suresh Gondalia
Company Secretary
Encl: As stated



CIN:L24231GJ1998PLC034094

DYES

Plot No : 299/1/A & B, Phase-II, Nr. Water Tank, GIDC, Vatva,
Ahmedabad - 382 445, Gujarat, India.
Phone : +91-79-25894477
Fax : +91-79-25834960
Email : engage@kiriindustries.com Web : www.kiriindustries.com

INTERMEDIATES

Plot No : 396/399/403/404, EPC Canal Road, Village : Dudhwada,
Tal. : Padra, Dist. : Vadodara - 391450, Gujarat, India.
Phone : +91-2662-273444
Fax : +91-2662-273444
Email : intermediates@kiriindustries.com Web : www.kiriindustries.com

CHEMICALS

Plot No : 552, 566, 567, 569-71, Village : Dudhwada, Tal. : Padra,
Dist. : Vadodara- 391 450 Gujarat, India.
Phone : +91-2662-273724, 25
Fax : +91-2662-273726
Email : intermediates@kiriindustries.com Web : www.kiriindustries.com

Vimal D. Shukla

B.Com., LL.B., F.C.A.
CHARTERED ACCOUNTANT



V. D. SHUKLA & Co.
CHARTERED ACCOUNTANTS

B-213, Gopal Palace, Nr. Shiromani Flats,
Opp. Ocean Park, Shivranjani-Nehrunagar Road,
Nehrunagar, Ahmedabad - 380015.

Phone : (O) 079-26740078

E-mail : vdshuklaco1984@yahoo.com

vdshuklaco1984@gmail.com

To
The Board of Directors
Kiri Industries Limited
7th Floor Hasubhai Chambers,
Opp. Town Hall, Ellisbridge,
Ahmedabad- 380 006

Dear Sirs,

Sub: Limited Review Report for the quarter ended December 31, 2016

We have reviewed the accompanying statement of unaudited standalone financial results of Kiri Industries Limited, having registered office situated at 7th Floor, Hasubhai Chambers, Opp. Town Hall, Ellisbridge, Ahmedabad – 380 006 for the quarter ended December 31, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), 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 issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad

Date: January 28, 2017



For V. D. Shukla & Co,
Firm Registration No.: 110240W
Chartered Accountants

Vimal D. Shukla
Proprietor
Membership No. 036416



Kiri Industries Limited

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(CIN-L24231GJ1998PLC034094)

Reg.Off: 7th Floor, Hasubhai Chambers, Opp. Town Hall, Ellisbrdige, Ahmedabad - 380 006

Phone No. (O) 079-26574371/72/73, (F) 079-26574374, Email: info@kiriindustries.com

website: www.kiriindustries.com

(Rs. in Lakhs)

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2016

| Sr. No. | Particulars | Quarterly | | | Nine Months ended | | Year Ended |
|---------|---|------------------|------------------|------------------|-------------------|-------------------|------------------|
| | | 31/12/2016 | 30/09/2016 | 31/12/2015 | 31/12/2016 | 31/12/2015 | 31/03/2016 |
| | | (Unaudited) | | | | | (Audited) |
| 1. | Income from Operations | | | | | | |
| | (a) Net Sales/Income from Operations (Net of excise duty) | 22,456.31 | 24,257.68 | 24,879.66 | 71,737.91 | 66,677.72 | 88,191.17 |
| | (b) Other Operating Income | 186.57 | 76.75 | 158.92 | 588.30 | 818.50 | 978.95 |
| | Total income from Operations (net) | 22,642.88 | 24,334.43 | 25,038.58 | 72,326.21 | 67,496.22 | 89,170.12 |
| 2 | Expenses | | | | | | |
| | (a) Cost of Materials consumed | 15,498.60 | 16,532.76 | 19,329.13 | 48,373.42 | 51,445.86 | 65,693.18 |
| | (b) Purchase of stock-in-trade | 147.64 | 320.15 | 179.83 | 1,154.82 | 602.19 | 1,337.82 |
| | (c) Changes in inventories of finished goods, work-in- progress and stock-in-trade | 364.63 | 357.89 | (499.74) | 2,432.54 | (2,139.66) | (570.80) |
| | (d) Employee benefits expense | 624.92 | 578.79 | 504.47 | 1,725.19 | 1,368.70 | 1,761.08 |
| | (e) Depreciation and amortisation expense | 547.29 | 544.20 | 634.65 | 1,633.91 | 1,802.92 | 2,037.68 |
| | (f) Other expenses | 3,085.17 | 3,152.62 | 2,983.40 | 9,218.94 | 9,598.23 | 12,314.47 |
| | Total Expenses | 20,268.25 | 21,486.41 | 23,131.74 | 64,538.82 | 62,678.24 | 82,573.43 |
| 3 | Profit from operations before other income, finance costs and exceptional items (1-2) | 2,374.63 | 2,848.02 | 1,906.84 | 7,787.39 | 4,817.98 | 6,596.69 |
| 4 | Other Income | 2.48 | 3.87 | 1.84 | 59.37 | 64.78 | 389.57 |
| 5 | Profit from ordinary activities before finance costs and exceptional items (3+4) | 2,377.11 | 2,851.89 | 1,908.68 | 7,846.76 | 4,882.76 | 6,986.26 |
| 6 | Finance Costs | 184.13 | 256.28 | 1,752.59 | 707.95 | 5,956.88 | 6,715.03 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6) | 2,192.98 | 2,595.61 | 156.09 | 7,138.81 | (1,074.12) | 271.23 |
| 8 | Exceptional Items | - | - | - | - | - | - |
| 9 | Profit / (Loss) from ordinary activities before tax (7+8) | 2,192.98 | 2,595.61 | 156.09 | 7,138.81 | (1,074.12) | 271.23 |
| 10 | Tax expense | (76.54) | (54.66) | - | (158.73) | - | 166.40 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9 +10) | 2,116.44 | 2,540.95 | 156.09 | 6,980.08 | (1,074.12) | 437.63 |
| 12 | Extraordinary items | - | - | 20.10 | - | 388.30 | 469.62 |
| 13 | Net Profit / (Loss) for the period (11 + 12) | 2,116.44 | 2,540.95 | 176.19 | 6,980.08 | (685.82) | 907.25 |
| 14 | Share of Profit / (loss) of associates | - | - | - | - | - | - |
| 15 | Minority Interest | - | - | - | - | - | - |
| 16 | Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15) | 2,116.44 | 2,540.95 | 176.19 | 6,980.08 | (685.82) | 907.25 |
| 17 | Paid - up equity share capital (Face Value of the Share shall be indicated) | 2,784.40 | 2,784.40 | 2,654.99 | 2,784.40 | 2,654.99 | 2,654.99 |
| 18 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | - | - | 13,023.63 |
| 19 i | Earnings Per Share (before extraordinary items) (of Rs. 10/- each) (not annualised): | | | | | | |
| | (a) Basic | 7.60 | 9.13 | 0.59 | 25.07 | (4.05) | 1.73 |
| | (b) Diluted | 5.79 | 6.95 | 0.56 | 19.10 | (3.86) | 1.38 |
| 19.ii | Earnings Per Share (after extraordinary items) (of Rs. 10/- each) (not annualised): | | | | | | |
| | (a) Basic | 7.60 | 9.13 | 0.66 | 25.07 | (2.58) | 3.60 |
| | (b) Diluted | 5.79 | 6.95 | 0.63 | 19.10 | (2.46) | 2.87 |



Vimal D. Shukla

B.Com., LL.B., F.C.A.
CHARTERED ACCOUNTANT



V. D. SHUKLA & Co.
CHARTERED ACCOUNTANTS

B-213, Gopal Palace, Nr. Shiromani Flats,
Opp. Ocean Park, Shivranjani-Nehrunagar Road,
Nehrunagar, Ahmedabad - 380015.
Phone : (O) 079-26740078
E-mail : vdshuklaco1984@yahoo.com
vdshuklaco1984@gmail.com

To
The Board of Directors
Kiri Industries Limited
7th Floor Hasubhai Chambers,
Opp. Town Hall, Ellisbridge,
Ahmedabad- 380 006

Dear Sirs,

Sub: Limited Review Report for the quarter ended December 31, 2016

We have reviewed the accompanying statement of unaudited consolidated financial results of Kiri Industries Limited and its subsidiaries / Joint Ventures & Associate Companies for the quarter ended December 31, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), 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 issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We did not review total revenue of Rs. 2711.28 Lakhs for the Quarter ended December 31, 2016 and Rs. 7587.76 Lakhs for the nine months ended December 31, 2016, included in the accompanying unaudited consolidated financial results, relating to one subsidiary (i.e. Chemhub Trading DMCC) whose financial informations have been reviewed by the other auditors and whose reports have been furnished to us.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad
Date: January 28, 2017



For V. D. Shukla & Co,
Firm Registration No.: 110240W
Chartered Accountants

Vimal D. Shukla
Proprietor
Membership No. 036416



Kiri Industries Limited

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Phone No. (O) 079-26574371/72/73, (F) 079-26574374, Email: info@kiriindustries.com

website: www.kiriindustries.com

(Rs. in Lakhs)

Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2016

| Sr. No. | Particulars | Quarterly | | | Nine Months Ended | | Year Ended |
|--------------|--|------------------|------------------|------------------|-------------------|------------------|-------------------|
| | | 31/12/2016 | 30/09/2016 | 31/12/2015 | 31/12/2016 | 31/12/2015 | 31/03/2016 |
| | | (Unaudited) | | | | | (Audited) |
| 1. | Income from Operations | | | | | | |
| | (a) Net Sales/Income from Operations (Net of excise duty) | 25,438.63 | 27,788.98 | 29,665.12 | 82,157.45 | 76,494.50 | 102,261.73 |
| | (b) Other Operating Income | 259.89 | 76.76 | 43.21 | 661.62 | 702.78 | 1,032.99 |
| | Total income from Operations (net) | 25,698.52 | 27,865.74 | 29,708.33 | 82,819.07 | 77,197.28 | 103,294.72 |
| 2 | Expenses | | | | | | |
| | (a) Cost of Materials consumed | 17,845.61 | 18,388.21 | 22,911.56 | 54,496.11 | 56,073.74 | 73,368.53 |
| | (b) Purchase of stock-in-trade | 11.28 | 673.19 | 85.08 | 1,988.45 | 1,414.83 | 1,437.82 |
| | (c) Changes in inventories of finished goods, work-in- progress and stock-in-trade | 49.76 | 448.31 | (742.72) | 1,811.01 | (2,153.65) | 12.14 |
| | (d) Employee benefits expense | 767.06 | 705.75 | 630.04 | 2,116.25 | 1,730.62 | 2,464.19 |
| | (e) Depreciation and amortisation expense | 717.63 | 701.19 | 802.21 | 2,118.27 | 2,305.59 | 2,686.26 |
| | (f) Other expenses | 3,695.97 | 3,678.09 | 3,609.86 | 10,810.30 | 11,197.79 | 14,370.90 |
| | Total Expenses | 23,087.31 | 24,594.74 | 27,296.03 | 73,340.39 | 70,568.91 | 94,339.84 |
| 3 | Profit from operations before other income, finance costs and exceptional items (1-2) | 2,611.21 | 3,271.00 | 2,412.30 | 9,478.68 | 6,628.37 | 8,954.88 |
| 4 | Other Income | 24.51 | 55.95 | 1.25 | 146.07 | 438.78 | 874.61 |
| 5 | Profit from ordinary activities before finance costs and exceptional items (3+4) | 2,635.72 | 3,326.95 | 2,413.55 | 9,624.75 | 7,067.15 | 9,829.49 |
| 6 | Finance Costs | 195.77 | 282.22 | 1,752.64 | 757.07 | 5,993.12 | 7,347.95 |
| 7 | Profit from ordinary activities after finance costs but before exceptional items (5-6) | 2,439.95 | 3,044.73 | 660.91 | 8,867.68 | 1,074.03 | 2,481.54 |
| 8 | Exceptional Items | - | - | - | - | - | - |
| 9 | Profit from ordinary activities before tax (7+8) | 2,439.95 | 3,044.73 | 660.91 | 8,867.68 | 1,074.03 | 2,481.54 |
| 10 | Tax expense | (203.62) | (207.79) | (321.28) | (596.37) | (746.06) | (383.74) |
| 11 | Net Profit from ordinary activities after tax (9 +10) | 2,236.33 | 2,836.94 | 339.63 | 8,271.31 | 327.97 | 2,097.80 |
| 12 | Extraordinary items | - | - | 20.10 | - | 388.30 | 469.62 |
| 13 | Net Profit for the period (11 + 12) | 2,236.33 | 2,836.94 | 359.73 | 8,271.31 | 716.27 | 2,567.42 |
| 14 | Share of Profit of associates | 2,144.31 | 5,835.25 | 6,650.55 | 12,880.17 | 18,365.07 | 17,003.92 |
| 15 | Minority Interest | - | - | - | - | - | - |
| 16 | Net Profit after taxes, minority interest and share of profit of associates (13+14+15) | 4,380.64 | 8,672.19 | 7,010.28 | 21,151.48 | 19,081.34 | 19,571.34 |
| 17 | Paid - up equity share capital (Face Value of the Share shall be indicated) | 2,784.40 | 2,784.40 | 2,654.99 | 2,784.40 | 2,654.99 | 2,654.99 |
| 18 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | - | - | 59,823.28 |
| 19 i | Earnings Per Share (before extraordinary items) (of Rs. 10/- each) (not annualised): | | | | | | |
| | (a) Basic | 8.03 | 10.19 | 1.28 | 29.71 | 1.24 | 8.32 |
| | (b) Diluted | 6.12 | 7.76 | 1.22 | 22.64 | 1.18 | 6.63 |
| 19.ii | Earnings Per Share (after extraordinary items) (of Rs. 10/- each) (not annualised): | | | | | | |
| | (a) Basic | 15.73 | 31.15 | 26.40 | 75.96 | 71.87 | 77.62 |
| | (b) Diluted | 11.99 | 23.73 | 25.18 | 57.88 | 68.53 | 61.88 |

Notes:

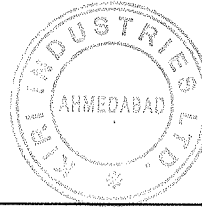
1. The Company operates in a single segment i. e. Dyes, Dyes Intermediates and basic chemicals. As per accounting Standard 17 on segment reporting issued by the ICAI, the same is considered to constitute as single primary segment.
2. Previous period figures have been regrouped and rearranged, wherever considered necessary.
3. The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on January 28, 2017.
4. The Statutory Auditors have carried out a limited review of the unaudited financial results for the quarter ended December 31, 2016.
5. Till December 31, 2016 the Company has successfully repaid its settled debts of Rs.242.59 Crores, on account of reduction of debts ,the finance cost will be drastically reduced by end of financial year.
6. It is pertinent to note that because of certain disputed items, the Share of Profit of Associates from DyStar Global Holdingg Singapore Pte Ltd. (DGHPL) for the quarter and nine months ended on 31st December 2016 amounts to Rs. 21.44 crores and Rs.128.80 crores respectively. There is a disagreement and dispute for a substantial amount in DyStar Results relating to "Bonus & Special Incentives" and "Various Fees (Management and Guarantee Fees)" provided in the reported results. The Company has taken the position that the claims underlying such disputed amount by the DyStar Management/Longsheng Group have not been properly substantiated and therefore should not be approved and/or paid. Particularly, the reported Profit after considering the company's share on provision of "Bonus & Special Incentives" and "Various Fees" claimed by the DyStar Management/Longsheng Group amounts to Rs. 128.31 crores and Rs. 296.01 crores for the Quarter and Nine Months ended 31st December, 2016 respectively. The disputed amount for the provisions of Bonus & Special Incentives and Various Fees of Rs. 224.92 crores, from which the company's share amounts to Rs. 84.50 crores. Hence in summary, with inclusion of such disputed amount to the Statement of Profit and Loss of DGHPL, the Share of Profit of Associates shall amount to Rs. 105.94 crores and Rs. 213.30 crores for the Quarter and Nine Months ended 31st December, 2016 respectively. The tax impact pertaining to said provision of Bonus & Special Incentives and Various Fees has not been considered in the above profits.
7. Relevant material information of a major investment in DyStar Group (Company holds 37.57% share holding) for the quarter ended December 31, 2016.

| Sr. No | Particulars | US\$ in Mn. | INR in Mn. * |
|--------|------------------|-------------|--------------|
| 1 | Revenue | 212.3 | 14,426.78 |
| 2 | Gross Margin | 63.48 | 4,313.61 |
| 3 | EBIT | 16.60 | 1,128.05 |
| 4 | Profit after tax | 8.40 | 570.82 |

(* 1 US\$ = 67.9547 INR)

Date: January 28, 2017

Place: Ahmedabad



For Kiri Industries Limited


Manish Kiri
Managing Director