

31<sup>st</sup> January 2023

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, 5<sup>th</sup> Floor  
Plot No. C/1, G Block  
Bandra-Kurla Complex, Bandra (E)  
Mumbai 400 051

**Stock Code: CARBORUNIV-EQ**

**Total 12 pages (including covering letter)**

Dear Sir/Madam,

**Sub: Intimation on the outcome of the Board Meeting held on 31<sup>st</sup> January 2023**

We refer to our letter dated 20<sup>th</sup> January 2023, 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 at their meeting held today approved the following:

**1. Unaudited Financial Results for the quarter/ period ended 31<sup>st</sup> December 2022:**

Unaudited financial results for quarter/ period ended 31<sup>st</sup> December 2022 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 5<sup>th</sup> July 2016. In this connection, we enclose the following:

- a. Standalone financial results for the quarter/ period ended 31<sup>st</sup> December 2022;
- b. Consolidated financial results for the quarter/ period ended 31<sup>st</sup> December 2022;
- 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 31<sup>st</sup> December 2022.

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 made available on the website of the Company [www.cumi-murugappa.com](http://www.cumi-murugappa.com) as well on the websites of Stock Exchanges.

## **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 31<sup>st</sup> March 2023.

The Record Date for determining the members eligible to receive the aforesaid interim dividend is Friday, 10<sup>th</sup> February 2023. In the case of shareholders opting for NECS/ECS, the dividend would in the normal course be credited to their accounts by Tuesday, 28<sup>th</sup> February 2023. In the case of shareholders opting physical mode of payment, the same will be posted by 28<sup>th</sup> February 2023. The dividend will be paid after deducting applicable taxes.

Please note that meeting of the Board of Directors of the Company commenced at 11:45 am and concluded at 2:30 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  
Registered Office: 'PARRY HOUSE', No.43, Moore Street, Chennai - 600 001

**STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022**

(Rs.in Lakhs)

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		Unaudited			Unaudited		Audited
1	<b>Income</b>						
	a) Sales / Income from operations	63420	61032	59640	184490	161186	219157
	b) Other operating income	904	803	544	2333	1794	2366
	<b>Revenue from operations</b>	<b>64324</b>	<b>61835</b>	<b>60184</b>	<b>186823</b>	<b>162980</b>	<b>221523</b>
	Other income	566	541	337	2360	2591	4195
	<b>Total income</b>	<b>64890</b>	<b>62376</b>	<b>60521</b>	<b>189183</b>	<b>165571</b>	<b>225718</b>
2	<b>Expenses</b>						
	a) Cost of materials consumed	24556	25540	23978	74583	65278	89251
	b) Purchase of stock-in-trade	2006	1774	1975	5366	4776	7356
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	911	(1619)	497	(1186)	(1261)	(3464)
	d) Employee benefits expense	6338	6220	5746	18578	16897	21486
	e) Finance costs	477	353	5	1072	8	97
	f) Depreciation and amortisation expense	1717	1720	1621	5119	4896	6504
	g) Power and fuel	5534	5661	5894	16967	16365	21043
	h) Other expenses	13557	13132	12003	39723	33149	48892
	<b>Total expenses</b>	<b>55096</b>	<b>52781</b>	<b>51719</b>	<b>160222</b>	<b>140108</b>	<b>191165</b>
3	<b>Profit before tax (1)-(2)</b>	<b>9794</b>	<b>9595</b>	<b>8802</b>	<b>28961</b>	<b>25463</b>	<b>34553</b>
4	<b>Tax expense</b>						
	Current tax	2504	2446	2267	7350	6477	8993
	Deferred tax	61	(26)	(122)	(77)	(271)	112
	<b>Total tax expense</b>	<b>2565</b>	<b>2420</b>	<b>2145</b>	<b>7273</b>	<b>6206</b>	<b>9105</b>
5	<b>Net profit for the period (3)-(4)</b>	<b>7229</b>	<b>7175</b>	<b>6657</b>	<b>21688</b>	<b>19257</b>	<b>25448</b>
6	<b>Other comprehensive income [OCI]</b>						
	<b>Items that will not be reclassified to profit or loss</b>						
	(a) Remeasurements of the defined benefit plans	(46)	(29)	(102)	(504)	(263)	(486)
	(b) Equity instruments through other comprehensive income	49	191	187	114	304	204
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	<b>Other comprehensive income - Total</b>	<b>3</b>	<b>162</b>	<b>85</b>	<b>(390)</b>	<b>41</b>	<b>(282)</b>
7	<b>Total comprehensive income [ 5 + 6 ]</b>	<b>7232</b>	<b>7337</b>	<b>6742</b>	<b>21298</b>	<b>19298</b>	<b>25166</b>
8	Paid up Equity share capital (Face value - Re.1 per share)	1899	1899	1898	1899	1898	1899
9	Reserves excluding revaluation reserve						171939
10	Earnings per share (Rs.) on S.no. 5 Net profit for the period (not annualised)						
	- Basic	3.81	3.78	3.51	11.42	10.15	13.41
	- Diluted	3.80	3.77	3.50	11.39	10.13	13.37





## 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, 2022

## STANDALONE UNAUDITED SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs.in Lakhs)

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		Unaudited			Unaudited		Audited
1	<b>Segment revenue</b>						
	Abrasives	28162	27599	28048	82674	77247	105157
	Ceramics	21932	21080	17791	62335	49129	66118
	Electrominerals	17281	17206	17660	52404	45295	62072
	<b>Total</b>	<b>67375</b>	<b>65885</b>	<b>63499</b>	<b>197413</b>	<b>171671</b>	<b>233347</b>
	Less: Inter - segment revenue	3955	4853	3859	12923	10485	14190
	Sales / Income from operations	<b>63420</b>	<b>61032</b>	<b>59640</b>	<b>184490</b>	<b>161186</b>	<b>219157</b>
2	<b>Segment results</b>						
	<b>(Profit +) / Loss (-) before finance costs and tax)</b>						
	Abrasives	4006	3454	4168	10705	11728	16265
	Ceramics	5513	5369	3569	15365	10051	13155
	Electrominerals	2680	2714	2486	8420	5691	6118
	<b>Total</b>	<b>12199</b>	<b>11537</b>	<b>10223</b>	<b>34490</b>	<b>27470</b>	<b>35538</b>
	Less: (i) Finance costs	477	353	5	1072	8	97
	(ii) Other unallocable expenses / (income) - net	1928	1589	1416	4457	1999	888
	<b>Profit before tax</b>	<b>9794</b>	<b>9595</b>	<b>8802</b>	<b>28961</b>	<b>25463</b>	<b>34553</b>
	Less : Tax expense	2565	2420	2145	7273	6206	9105
	<b>Net profit for the period</b>	<b>7229</b>	<b>7175</b>	<b>6657</b>	<b>21688</b>	<b>19257</b>	<b>25448</b>
3a	<b>Segmental assets</b>						
	Abrasives	48468	50282	44366	48468	44366	47675
	Ceramics	58358	53441	45249	58358	45249	44650
	Electrominerals	34184	37736	29661	34184	29661	32677
	Unallocable	113060	105203	83331	113060	83331	101981
	<b>Total</b>	<b>254070</b>	<b>246662</b>	<b>202607</b>	<b>254070</b>	<b>202607</b>	<b>226983</b>
3b	<b>Segmental liabilities</b>						
	Abrasives	9207	9728	9851	9207	9851	9809
	Ceramics	10195	9659	7594	10195	7594	7987
	Electrominerals	4814	5801	6652	4814	6652	11159
	Unallocable	37494	36631	7952	37494	7952	23953
	<b>Total</b>	<b>61710</b>	<b>61819</b>	<b>32049</b>	<b>61710</b>	<b>32049</b>	<b>52908</b>



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, 2022

Notes :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 31, 2023 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 The Company through, RHODIUS Abrasives GmbH (RAG), a wholly owned stepdown subsidiary in Germany acquired 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 (Seller) at Germany effective from 01st April 2022. The closing payment in accordance with the Share Purchase Agreement finalised at Euro 45.9 million has been fully settled during last quarter.
- 4 During the current quarter, the Company has allotted 21,761 equity shares pursuant to exercise of Employee Stock Options.
- 5 The standalone and consolidated financial results are available on the website of the Company : [www.cumi-murugappa.com](http://www.cumi-murugappa.com) and Stock exchanges : [www.bseindia.com](http://www.bseindia.com) & [www.nseindia.com](http://www.nseindia.com).

Chennai  
January 31,2023

For Carborundum Universal Limited



M.M.Murugappan  
Chairman





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, 2022

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		Unaudited			Unaudited		Audited
1	<b>Income</b>						
	a) Sales / Income from operations	117249	111655	89091	341789	243066	328961
	b) Other Operating income	1458	1122	833	3678	2480	3514
	<b>Revenue from operations</b>	<b>118707</b>	<b>112777</b>	<b>89924</b>	<b>345467</b>	<b>245546</b>	<b>332475</b>
	Other income	2400	804	898	5691	2741	3982
	<b>Total income</b>	<b>121107</b>	<b>113581</b>	<b>90822</b>	<b>351158</b>	<b>248287</b>	<b>336457</b>
2	<b>Expenses</b>						
	a) Cost of materials consumed	41846	41285	30627	121669	83399	115316
	b) Purchase of stock-in-trade	3817	4012	2459	10811	6312	9816
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(1571)	(5294)	(128)	(6740)	(3592)	(9356)
	d) Employee benefits expense	18250	17031	10256	52563	29971	41925
	e) Finance costs	682	505	147	1633	327	564
	f) Depreciation and amortisation expense	4732	4450	2791	13465	8025	11457
	g) Power and fuel	12868	12493	11158	37265	31512	40325
	h) Other expenses	26394	26947	19794	83746	55374	80787
	<b>Total expenses</b>	<b>107018</b>	<b>101429</b>	<b>77104</b>	<b>314412</b>	<b>211328</b>	<b>290834</b>
3	<b>Profit from operations before share of profit of equity accounted investees and income tax [1]-[2]</b>	<b>14089</b>	<b>12152</b>	<b>13718</b>	<b>36746</b>	<b>36959</b>	<b>45623</b>
4(a)	Share of profit of associate (net of tax)	378	375	208	1024	735	1015
4(b)	Share of profit of joint ventures (net of tax)	251	583	199	1264	689	1016
5	<b>Profit before tax [3]+[4(a)]+[4(b)]</b>	<b>14718</b>	<b>13110</b>	<b>14125</b>	<b>39034</b>	<b>38383</b>	<b>47654</b>
6	<b>Tax expense</b>						
	Current tax	4785	3948	3118	12071	9486	13755
	Deferred tax	(1390)	(207)	(84)	(2328)	(263)	(1102)
	<b>Total tax</b>	<b>3395</b>	<b>3741</b>	<b>3034</b>	<b>9743</b>	<b>9223</b>	<b>12653</b>
7	<b>Net profit after tax (5-6)</b>	<b>11323</b>	<b>9369</b>	<b>11091</b>	<b>29291</b>	<b>29160</b>	<b>35001</b>
	Profit for the period attributable to :						
7(a)	- Owners of the Company	10911	8899	10155	27687	27631	33334
7(b)	- Non-controlling interest	412	470	936	1604	1529	1667
8	Add : Other comprehensive income / (loss)						
	<b>A.Items that will not be reclassified to profit or loss</b>						
	(a) Remeasurements of the defined benefit plans	(46)	(29)	(103)	(504)	(264)	(476)
	(b) Equity instruments through other comprehensive income	49	191	684	114	801	704
	(c) Share of Joint ventures/associate - Adjustments net of tax - Remeasurements of the defined benefit plans	(2)	(3)	(12)	(9)	(29)	(16)
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	1
	<b>Total</b>	<b>1</b>	<b>159</b>	<b>569</b>	<b>(399)</b>	<b>508</b>	<b>213</b>
	<b>B.Items that may be reclassified to profit or loss</b>						
	(a) Exchange differences in translating the financial statements of foreign operations	(8576)	(6081)	(1506)	16032	1132	(1576)
	(b) Valuation of cash flow hedges	1	(17)	6	(42)	(3)	(25)
	(c) Share of Joint ventures/associate - Adjustments net of tax	82	(28)	26	56	(5)	2
	Income tax relating to items that may be reclassified to profit or loss	0	4	(2)	11	0	6
	<b>Total</b>	<b>(8493)</b>	<b>(6122)</b>	<b>(1476)</b>	<b>16057</b>	<b>1124</b>	<b>(1593)</b>
	<b>Other comprehensive income / (loss) - A+B</b>	<b>(8492)</b>	<b>(5963)</b>	<b>(907)</b>	<b>15658</b>	<b>1632</b>	<b>(1380)</b>
	<b>Other comprehensive income for the period attributable to :</b>						
8(a)	- Owners of the Company	(8488)	(5960)	(983)	15673	1558	(1457)
8(b)	- Non-controlling interest	(4)	(3)	76	(15)	74	77
9	<b>Total comprehensive income (7+8)</b>	<b>2831</b>	<b>3406</b>	<b>10184</b>	<b>44949</b>	<b>30792</b>	<b>33621</b>
	Total comprehensive income for the period attributable to :						
9(a)	- Owners of the Company	2423	2939	9172	43360	29189	31877
9(b)	- Non-controlling interest	408	467	1012	1589	1603	1744
10	Paid up equity share capital (Face value - Re.1 per share)	1899	1899	1898	1899	1898	1899
11	Reserves excluding revaluation surplus						234242
12	Earnings per share (Rs.) on S.no.7(a) Net Profit after tax and non-controlling interests (not annualised)						
	- Basic	5.75	4.69	5.35	14.58	14.57	17.57
	- Diluted	5.73	4.68	5.34	14.55	14.54	17.52





## 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, 2022

## CONSOLIDATED UNAUDITED SEGMENTWISE REVENUE, RESULTS , ASSETS AND LIABILITIES

(Rs. in Lakhs)

S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		Unaudited			Unaudited		Audited
1	<b>Segment revenue</b>						
	Abrasives	51296	48389	34140	151022	93922	128300
	Ceramics	26444	25429	21322	76193	59603	79796
	Electrominerals	41233	40955	36077	122830	97192	131195
	Others	3385	3342	2629	9615	6060	8888
	<b>Total</b>	<b>122358</b>	<b>118115</b>	<b>94168</b>	<b>359660</b>	<b>256777</b>	<b>348179</b>
	Less: Inter-segment revenue	5109	6460	5077	17871	13711	19218
	Sales / Income from operations	<b>117249</b>	<b>111655</b>	<b>89091</b>	<b>341789</b>	<b>243066</b>	<b>328961</b>
2	<b>Segment results</b>						
	<b>(Profit +) / Loss (-) before Finance costs and tax)</b>						
	Abrasives	2077	2798	4675	6662	12917	15633
	Ceramics	6629	6451	4293	18908	12419	15928
	Electrominerals	8228	6916	6280	21040	15034	19418
	Others	(360)	(408)	172	(1365)	669	(125)
	<b>Total</b>	<b>16574</b>	<b>15757</b>	<b>15420</b>	<b>45245</b>	<b>41039</b>	<b>50854</b>
	Less: (i) Finance costs	682	505	147	1633	327	564
	(ii) Other unallocable expenses / (income) net	1803	3100	1555	6866	3753	4667
	<b>Profit from operations before share of profit of equity accounted investees and income tax</b>	<b>14089</b>	<b>12152</b>	<b>13718</b>	<b>36746</b>	<b>36959</b>	<b>45623</b>
	Add : Share of profit from associate and joint ventures	629	958	407	2288	1424	2031
	<b>Profit before tax</b>	<b>14718</b>	<b>13110</b>	<b>14125</b>	<b>39034</b>	<b>38383</b>	<b>47654</b>
	Less : Tax expense	3395	3741	3034	9743	9223	12653
	Less : Non-controlling interests	412	470	936	1604	1,529	1667
	<b>Profit after tax , share of profit from associate &amp; joint ventures and non-controlling interests</b>	<b>10911</b>	<b>8899</b>	<b>10155</b>	<b>27687</b>	<b>27631</b>	<b>33334</b>
3a	<b>Segmental assets</b>						
	Abrasives	149176	146165	64394	149176	64394	126302
	Ceramics	79890	73241	60032	79890	60032	60447
	Electrominerals	99046	107224	80264	99046	80264	82443
	Others (including un-allocable)	78566	72037	97051	78566	97051	63090
	<b>Total segmental assets</b>	<b>406678</b>	<b>398667</b>	<b>301741</b>	<b>406678</b>	<b>301741</b>	<b>332282</b>
3b	<b>Segmental liabilities</b>						
	Abrasives	24053	22201	12075	24053	12075	13964
	Ceramics	14939	13036	9955	14939	9955	10925
	Electrominerals	16673	15945	17756	16673	17756	22637
	Others (including un-allocable)	64586	63889	15121	64586	15121	39784
	<b>Total segmental liabilities</b>	<b>120251</b>	<b>115071</b>	<b>54907</b>	<b>120251</b>	<b>54907</b>	<b>87310</b>



**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, 2022****Notes :**

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 31, 2023 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).
- The Company through, RHODIUS Abrasives GmbH (RAG), a wholly owned stepdown subsidiary in Germany acquired 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 (Seller) at Germany effective from 01st April 2022. The closing payment in accordance with the Share Purchase Agreement finalised at Euro 45.9 million has been fully settled during last quarter.
- The stepdown subsidiary M/s. Foskor Zirconia Pty Limited, South Africa [FZL] earned profit of Rs.601 Lakhs for the nine months ended December 31, 2022. Out of this Rs.307 Lakhs has been considered in the Group consolidated financials, being share of the Parent.
- Summary of key standalone financial results of Carborundum Universal Limited is as follows:

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
	Unaudited			Unaudited		Audited
Revenue from operations	64324	61835	60184	186823	162980	221523
Profit before tax	9794	9595	8802	28961	25463	34553
Net profit after tax	7229	7175	6657	21688	19257	25448
Total comprehensive income	7232	7337	6742	21298	19298	25166

- The geo-political situation continues to present an uncertain environment for the operations of the step down subsidiary, Volzhsky Abrasive Works (VAW), Russia including those arising from international sanctions and territory embargoes. Neither VAW nor its products are covered under the existing sanctions imposed by various territories/ authorities. The Parent has made an assessment and has concluded that no adjustments are required in these financial results. The impact assessment is a continuing process and given the evolving nature of uncertainties associated, the management will continue to monitor all material changes to the internal and external environment.
- During the year ended March 31, 2022, the Group had acquired 71.99% equity stake in PLUSS Advanced Technologies Private Limited on October 6, 2021 and through a stepdown subsidiary in Germany acquired all the main assets of Abrasives Wandmacher GmbH & Co. KG (AWUKO) on February 1, 2022. Further as mentioned in Note no : 2 above the Group acquired control over RHODIUS Abrasives effective April 1, 2022. Consequent to the above business combinations, the figures for the previous periods are not comparable.
- During the current quarter, the Company has allotted 21,761 equity shares pursuant to exercise of Employee Stock Options.
- The standalone and consolidated financial results are available on the website of the Company : [www.cumi-murugappa.com](http://www.cumi-murugappa.com) and Stock exchanges : [www.bseindia.com](http://www.bseindia.com) & [www.nseindia.com](http://www.nseindia.com).

Chennai  
January 31, 2023

For Carborundum Universal Limited

*M.M. Murugappan*M.M. Murugappan  
Chairman

# Price Waterhouse Chartered Accountants LLP

## Independent Auditors' Review Report on Standalone Unaudited 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 standalone unaudited financial results of Carborundum Universal Limited (the "Company") for the quarter ended December 31, 2022 and the year to date results for the period April 01, 2022 to December 31, 2022, which are included in the accompanying 'Standalone Unaudited Financial Results for the quarter and nine months ended December 31, 2022' (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. This Statement, which is the responsibility of the Company's Management and approved by the 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, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion 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



**Subramanian Vivek**  
Partner  
Membership Number: 100332  
UDIN: 23100332BGYVTF8883

Place: Chennai  
Date: January 31, 2023

Price Waterhouse Chartered Accountants LLP, 7th & 10th Floor, Menon Eternity, No. 165, St Mary's Road, Alwarpet  
Chennai - 600 018

T: +91 (44) 42285000 / 42285200, F: +91 (44) 42285100

Registered office and Head Office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi - 110002

Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-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)

# Price Waterhouse Chartered Accountants LLP

## Independent Auditors' Review Report on Consolidated Unaudited 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"), its subsidiaries (the Parent and its subsidiaries hereinafter referred to as the "Group"), and its share of the net profit after tax and total comprehensive income of its joint ventures and an associate company along with its wholly owned subsidiaries (the "Associate") (refer paragraph 4 below) for the quarter ended December 31, 2022 and the year to date results for the period April 01, 2022 to December 31, 2022 which are included in the accompanying "Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2022" (the "Statement"). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialled by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and has been approved by the Parent's 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, 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.



Price Waterhouse Chartered Accountants LLP, 7th & 10th Floor, Menon Eternity, No. 165, St Mary's Road. Alwarpet  
Chennai - 600 018

T: +91 (44) 42285000 / 42285200, F: +91 (44) 42285100

Registered office and Head Office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi - 110002

Price Waterhouse (a Partnership Firm) Converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPINAAC-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)

# Price Waterhouse Chartered Accountants LLP

4. The Statement includes the results of the following entities:

Subsidiaries:

- i. CUMI Abrasives and Ceramics Co., Limited
- ii. CUMI America Inc
- iii. CUMI (Australia) Pty Limited
- iv. CUMI Europe s.r.o
- v. CUMI International Ltd
- vi. CUMI Middle East FZE
- vii. Foskor Zirconia (Pty) Ltd
- viii. Net Access India Limited
- ix. Sterling Abrasives Limited
- x. Southern Energy Development Corporation Limited
- xi. Volzhsky Abrasives Works
- xii. RHODIUS Abrasives GmbH and its wholly owned subsidiaries
- xiii. CUMI AWUKO Abrasives GmbH
- xiv. PLUSS Advanced Technologies Limited and its wholly owned subsidiary

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 the 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 Listing Regulations, 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) Ltd which is a subsidiary of CUMI International Ltd, a subsidiary of the Parent, issued by an independent firm of Accountants based out of South Africa vide their report dated January 13, 2023 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 12 627 191 for the nine-month period ended 31 December 2022 however, as of that date, the liabilities of the company exceeded its total assets by R 84 421 406. 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.



## Price Waterhouse Chartered Accountants LLP

7. We did not review the interim financial statements / financial information / financial results of twelve subsidiaries included in the consolidated unaudited financial results, whose interim financial statements / financial information / financial results reflect total revenues of Rs. 64,367 lakhs and Rs. 181,364 lakhs, total net profit after tax of Rs. 7,989 lakhs and Rs. 13,047 lakhs and total comprehensive income of Rs. 7,320 lakhs and Rs. 14,720 lakhs, for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, 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. 251 lakhs and Rs. 1,264 lakhs and total comprehensive income of Rs. 253 lakhs and Rs. 1,264 lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, 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 interim financial statements / financial information / financial results 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, eight subsidiaries are located outside India whose interim financial statements/ financial information 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. 53,800 lakhs and Rs. 149,387 lakhs, total net profit after tax of Rs. 7,839 lakhs and Rs. 11,109 lakhs and total comprehensive income of Rs. 7,884 lakhs and Rs. 11,111 lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022 respectively. The Parent's management has converted the interim financial statements/ financial information 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 interim financial statement of a subsidiary which has not been reviewed by their auditors, whose interim financial statement reflect total revenue of Rs. Nil and Rs. Nil, total net profit after tax of Rs. Nil and Rs. 7 lakhs and total comprehensive income of Rs. Nil and Rs. 7 lakhs for the quarter ended December 31, 2022 and for the period from April 01, 2022 to December 31, 2022, respectively, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, this interim financial statement is 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



**Subramanian Vivek**

Partner

Membership Number: 100332

UDIN: 23100332BGYVTG2883

Place: Chennai

Date: January 31, 2023