

**AM/STOEX-GN/17****Date : 3rd November, 2017**

BSE Limited Phiroze Jeejeebhoy Towers, 25 th Floor Dalal Street, MUMBAI 400 001 (Stock Code -500440).	The National Stock Exchange of India Ltd Exchange Plaza Bandra-Kurla Complex Bandra East Mumbai- 400051
BanqueInternationale A Luxembourg SocieteAnonyme 69, Route Esch L-2953 Luxembourg Fax No. 00352 4590 2010 Tel. 00 352 4590-1	

Dear Sir,**Sub: Outcome of Board Meeting held on 3rd November, 2017.**

The Board of Directors of the Company at their meeting held today and concluded at 1.40 p.m. has approved the "Unaudited Standalone Financial Results" of the Company for the Second Quarter ended 30th September, 2017.

In this regard, please find enclosed herewith the following :

1. The "Unaudited Standalone Financial Results" of the Company for the Second Quarter ended 30th September, 2017.
2. "Limited Review Report" for the Unaudited Standalone Financial Results for the Second Quarter ended 30th September, 2017 issued by M/s. Price Waterhouse, Chartered Accountants LLP, Statutory Auditors of the Company.
3. Press Release.

We hope you will find this in order.

Thanking you,

Yours faithfully,
For Hindalco Industries Ltd

Anil Malik
President &
Company Secretary

Hindalco Industries Limited.

6th & 7th Floor, Birla Centurion, Pandurang Budhkar Marg, Worli, Mumbai – 400030, India
T: +91 22 66626666/62610555 | F: +912262610400/62610500 | W: www.hindalco.com

Registered Office : Ahura Centre, 1st Floor, B wing, Mahakali Caves Road, Andheri (East), Mumbai – 400093, India
Corporate ID No: L27020MH1958PLC011238



HINDALCO INDUSTRIES LIMITED

Regd. Office: Ahura Centre, 1st Floor, B Wing, Mahakali Caves Road, Andheri (East), Mumbai -400 093
Website: www.hindalco.com, E mail: hindalco@adityabirla.com, Corporate Identity No. L27020MH1958PLC01238

Statement of Standalone Unaudited Results for the Quarter and Six Months ended 30th September, 2017						
(₹ Crore)						
Particulars	Quarter ended 30/09/2017 (Unaudited)	Quarter ended 30/06/2017 (Unaudited)	Quarter ended 30/09/2016 (Unaudited)	6 Months ended 30/09/2017 (Unaudited)	6 Months ended 30/09/2016 (Unaudited)	Year ended 31/03/2017 (Audited)
Revenue from Operations	10,308.21	10,407.04	9,561.91	20,715.25	17,721.22	39,383.12
Other Income	187.23	256.33	336.39	443.56	562.63	1,005.17
Total Income	10,495.44	10,663.37	9,898.30	21,158.81	18,283.85	40,388.29
Expenses						
Cost of Materials Consumed	6,076.10	5,827.29	4,966.01	11,903.39	8,939.20	21,018.22
Purchases of Stock-in-Trade	3.01	-	15.15	3.01	88.92	89.11
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(171.54)	(240.37)	(173.87)	(411.91)	(582.77)	(1,100.16)
Excise Duty	-	637.00	549.63	637.00	1,124.26	2,446.51
Employee Benefit Expenses	478.35	438.36	481.54	916.71	889.19	1,752.12
Power and Fuel	1,508.27	1,485.22	1,482.29	2,993.49	2,967.14	5,898.67
Finance Costs	483.61	487.76	594.27	971.37	1,193.84	2,322.87
Depreciation and Amortization	380.36	379.15	351.60	759.51	689.81	1,427.97
Other Expenses	1,024.16	1,111.82	1,084.78	2,135.98	2,014.22	4,465.13
Total Expenses	9,782.32	10,126.23	9,351.40	19,908.55	17,323.81	38,320.44
Profit/ (Loss) from Continuing Operations before Exceptional Items and Tax	713.12	537.14	546.90	1,250.26	960.04	2,067.85
Exceptional Income/ (Expenses) (Net) (Refer Note 3)	(105.52)	(104.40)	84.89	(209.92)	84.89	84.89
Profit/ (Loss) from Continuing Operations before Tax	607.60	432.74	631.79	1,040.34	1,044.93	2,152.74
Income Tax Expenses:						
Current Tax	124.21	91.79	102.46	216.00	187.86	414.58
Deferred Tax	90.40	64.83	90.39	155.23	123.86	181.77
Tax adjustment for the earlier year	-	(13.48)	-	(13.48)	-	-
Profit/ (Loss) for the period from Continuing Operations	392.99	289.60	438.94	682.59	733.21	1,556.39
Discontinued Operations						
Profit/ (Loss) from Discontinued Operations before Tax	(0.14)	(0.09)	0.80	(0.23)	0.60	0.50
Tax on Discontinued Operations	-	-	-	-	-	-
Profit/ (Loss) from Discontinued Operations (Net of Tax)	(0.14)	(0.09)	0.80	(0.23)	0.60	0.50
Profit/ (Loss) for the period	392.85	289.51	439.74	682.36	733.81	1,556.89
Other Comprehensive Income						
Items that will not be reclassified to Statement of Profit and Loss	193.90	629.18	(395.07)	823.08	132.13	795.45
Tax on items that will not be reclassified to Statement of Profit and Loss	10.71	(0.81)	(6.83)	9.90	(5.71)	(26.93)
Items that will be reclassified to Statement of Profit and Loss	(945.11)	569.87	461.24	(375.24)	(185.20)	(358.68)
Tax on items that will be reclassified to Statement of Profit and Loss	327.09	(197.22)	(160.15)	129.87	63.94	126.09
Other Comprehensive Income (Net of Tax)	(413.41)	1,001.02	(100.81)	587.61	5.16	535.93
Total Comprehensive Income	(20.56)	1,290.53	338.93	1,269.97	738.97	2,092.82
Paid-up Equity Share Capital (Net of Treasury Shares) (Face Value ₹ 1/-per share)	222.75	222.73	204.91	222.75	204.91	222.72
Other Equity						47,109.84
Earnings/ (Loss) per share from:						
Continuing Operations						
Basic (₹)	1.76	1.30	2.14	3.06	3.58	7.55
Diluted (₹)	1.76	1.30	2.14	3.06	3.58	7.55
Discontinued Operations						
Basic (₹)	-	-	0.01	-	-	0.01
Diluted (₹)	-	-	-	-	-	-
Continuing and Discontinued Operations						
Basic (₹)	1.76	1.30	2.15	3.06	3.58	7.56
Diluted (₹)	1.76	1.30	2.14	3.06	3.58	7.55





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Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Six Months ended 30th September, 2017

Particulars	(₹ Crore)					
	Quarter ended 30/09/2017 (Unaudited)	Quarter ended 30/06/2017 (Unaudited)	Quarter ended 30/09/2016 (Unaudited)	6 Months ended 30/09/2017 (Unaudited)	6 Months ended 30/09/2016 (Unaudited)	Year ended 31/03/2017 (Audited)
1. Segment Revenue						
(a) Aluminium	5,212.96	5,007.72	4,930.15	10,220.68	9,520.76	19,985.66
(b) Copper	5,096.83	5,402.93	4,634.75	10,499.76	8,205.77	19,408.39
	10,309.79	10,410.65	9,564.90	20,720.44	17,726.53	39,394.05
Less: Inter Segment Revenue	(1.58)	(3.61)	(2.99)	(5.19)	(5.31)	(10.93)
Total Income from Operations	10,308.21	10,407.04	9,561.91	20,715.25	17,721.22	39,383.12
2. Segment Results						
(a) Aluminium	956.63	874.96	807.62	1,831.59	1,678.71	3,472.63
(b) Copper	466.63	322.29	365.86	788.92	630.19	1,456.46
	1,423.26	1,197.25	1,173.48	2,620.51	2,308.90	4,929.09
Depreciation and Amortization (including Impairment)	(380.36)	(379.15)	(351.60)	(759.51)	(689.81)	(1,427.97)
Finance Costs	(483.61)	(487.76)	(594.27)	(971.37)	(1,193.84)	(2,322.87)
	559.29	330.34	227.61	889.63	425.25	1,178.25
Exceptional Income/ (Expenses) (Net)	(105.52)	(104.40)	84.89	(209.92)	84.89	84.89
	453.77	225.94	312.50	679.71	510.14	1,263.14
Other Unallocable Income/ (Expenses) (Net)	153.83	206.80	319.29	360.63	534.79	889.60
Profit/ (Loss) from Continuing Operations before Tax	607.60	432.74	631.79	1,040.34	1,044.93	2,152.74
3. Segment Assets						
(a) Aluminium	41,537.39	41,835.96	41,179.60	41,537.39	41,179.60	41,645.94
(b) Copper	10,094.06	9,444.13	8,772.12	10,094.06	8,772.12	8,984.77
	51,631.45	51,280.09	49,951.72	51,631.45	49,951.72	50,630.71
Add: Corporate/ Unallocable Assets	35,839.73	31,836.13	28,824.34	35,839.73	28,824.34	36,004.28
Total Assets	87,471.18	83,116.22	78,776.06	87,471.18	78,776.06	86,634.99
4. Segment Liabilities						
(a) Aluminium	6,086.49	5,296.51	4,673.22	6,086.49	4,673.22	5,606.36
(b) Copper	4,137.46	3,211.82	3,032.52	4,137.46	3,032.52	3,626.36
	10,223.95	8,508.33	7,705.74	10,223.95	7,705.74	9,232.72
Add: Corporate/ Unallocable Liabilities (including Borrowings)	28,923.20	25,983.27	29,975.68	28,923.20	29,975.68	30,069.71
Total Liabilities	39,147.15	34,491.60	37,681.42	39,147.15	37,681.42	39,302.43



ADITYA BIRLA



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Notes:

1. Statement of Assets, Equity and Liabilities is given below:

	As at 30/09/2017	As at 31/03/2017
(₹ Crore)		
A. ASSETS		
1. Non-Current Assets		
Property, Plant and Equipment	33,569.06	34,017.71
Capital Work-in-Progress	733.40	711.54
Investment Property	9.15	9.26
Other Intangible Assets	347.48	357.31
Intangible Assets under Development	0.20	0.01
Financial Assets:		
Investments	23,669.26	20,479.17
Loans	4.21	50.53
Other Financial Assets	403.59	382.84
Non-Current Tax Assets (Net)	1,573.25	1,567.78
Other Non-Current Assets	784.58	724.02
	61,094.18	58,300.17
2. Current Assets		
Inventories	10,529.61	9,268.03
Financial Assets:		
Investments	7,255.79	8,852.78
Trade Receivables	2,066.67	1,872.83
Cash and Cash Equivalents	2,769.55	4,307.42
Bank balances other than Cash and Cash Equivalents	34.66	27.76
Loans	60.32	179.82
Other Financial Assets	998.80	1,114.44
Other Current Assets	2,594.29	2,630.23
	26,309.69	28,253.31
Non-Current Assets Held for Sale/ Disposal Group	67.31	81.51
	26,377.00	28,334.82
	87,471.18	86,634.99
B. EQUITY AND LIABILITIES		
1. Equity		
Equity Share Capital	222.75	222.72
Other Equity	48,101.28	47,109.84
	48,324.03	47,332.56
2. Non-Current Liabilities		
Financial Liabilities:		
Borrowings	17,239.62	18,391.95
Trade Payables	2.44	0.44
Other Financial Liabilities	653.04	476.88
Long-term Provisions	516.15	453.32
Deferred Tax Liabilities (Net)	1,247.13	1,231.67
Other Non-Current Liabilities	7.98	10.66
	19,666.36	20,564.92
3. Current Liabilities		
Financial Liabilities:		
Borrowings	7,914.83	4,229.98
Trade Payables	5,569.15	4,890.85
Other Financial Liabilities	3,442.54	7,146.87
Provisions	765.87	671.22
Current Tax Liabilities (Net)	1,107.77	1,101.42
Other Current Liabilities	680.43	697.12
	19,480.59	18,737.46
Liability of Non-Current Assets Held for Sale/ Disposal Group	0.20	0.05
	19,480.79	18,737.51
	87,471.18	86,634.99



2. The Company has allotted 217,372 and 355,789 equity shares of ₹1/- each to the option grantees pursuant to the exercise of options under the Employees Stock Option Schemes during the quarter and six months ended September 30, 2017, respectively.
3. Details of Exceptional Income / (Expenses) are as under:
- Basis a Supreme Court judgment dated 15th September, 2017, in the matter of Transit Fee on forest produce (as applicable, amongst others, in the States of Uttar Pradesh and Madhya Pradesh), an amount of ₹139.35 Crore has been provided during the current quarter ended September 30, 2017 towards probable obligation that may arise resulting from the above judgment for the minerals procured by the Company and transported through Road.
 - Basis a Supreme Court judgment dated 13th October, 2017, in the matter of establishment of the District Mineral Foundation (DMF) under the Mines and Minerals (Development and Regulation) Act, 1957 and considering the prospective contribution required to be made to the DMF by the holder of a mining lease or a prospecting licence-cum-mining lease in addition to the payment of royalty, an amount of ₹ 61.25 Crore has been written back during the current quarter ended September 30, 2017, which was provided/ paid in earlier years relating to period for which such levy was held invalid or not applicable, as per the above Supreme Court judgment.
 - Basis a Supreme Court judgment dated 22nd September, 2017, in the matter of proportionate reduction in input tax credit in case of sale in course of inter-state trade, commerce and branch transfer under the Gujarat Value Added Tax Act, 2003 to which the Company is not a party, an amount of ₹27.42 Crore related to earlier periods has been provided during the current quarter ended September 30, 2017.
 - Basis a Supreme Court judgment in a matter relating to mining regulations (to which the company is not a party), the Company anticipates that the judgment may have an implication on its existing litigation which is sub-judice and accordingly made a provision of ₹104.40 crores during quarter ended June 30, 2017.
4. During the quarter and six months ended September 30, 2017, the Company has prepaid ₹48 Crore and ₹ 4,552.51 Crore of Rupee Term Loan respectively. Further, prepayment notice has been served for an additional amount of ₹ 1,133 Crore which has since been paid.
5. Post the applicability of GST with effect from July 1, 2017, Revenue is required to be disclosed net of GST as per requirement of Ind AS 18, 'Revenue'. Accordingly, the Revenue figures for the quarter and half year ended September 30, 2017 are not comparable with the previous periods.
6. Segment reporting has been done in compliance with Ind AS 108, 'Operating Segments'. For this purpose, Aluminium and Copper have been identified as reportable segments with "Earnings before Finance Costs, Exceptional Items, Tax Expenses, Depreciation and Amortization (including Impairment) but after allocation of Corporate Expenses" as the segment performance measure.
7. The shareholders of the Company have approved dividend of ₹1.10 per share for the year ended March 31, 2017 in the Annual General Meeting held on September 13, 2017. Accordingly, the Company has paid dividend of ₹291.17 Crore (including dividend distribution tax of ₹46.17 Crore) during the quarter ended September 30, 2017.
8. During the quarter ended September 30, 2017, the Company has further invested ₹2,279.72 Crore in equity shares of Utkal Aluminium International Limited (Utkal), a wholly owned subsidiary of the Company, which has been utilized by Utkal for prepayment of a portion of its Rupee Term Loan.



9. Additional disclosures as per Clause 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Additional disclosures as per Clause 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

		(₹ Crore)					
Sr. No.	Particulars	As at 30/09/2017		As at 31/03/2017		As at 30/09/2016	
(a)	Debt-Equity ratio (in times)	0.34		0.57		0.65	
	Debt-Equity ratio = ((Long Term Borrowings + Short Term Borrowings + Current Portion of Long Term Borrowings)/Total Equity)						
(b)	Previous due date for the payment of interest of Non-Convertible Debentures (NCDs)						
	(a) 9.55% NSDs Series-I (2012) (issued on 25/04/2012)	25-04-2017		25/04/2016		25/04/2016	
	(b) 9.55% NSDs Series-II (2012) (issued on 27/06/2012)	27/06/2017		27/06/2016		27/06/2016	
	(c) 9.60% NSDs Series-III (2012) (issued on 02/08/2012)	02/08/2017		02/08/2016		02/08/2016	
	Interest has been paid	Yes		Yes		Yes	
(c)	Previous due date for the repayment of Principal of NCDs						
	(a) 9.55% NSDs Series-I (2012) (issued on 25/04/2012)	Not Applicable		Not Applicable		Not Applicable	
	(b) 9.55% NSDs Series-II (2012) (issued on 27/06/2012)	Not Applicable		Not Applicable		Not Applicable	
	(c) 9.60% NSDs Series-III (2012) (issued on 02/08/2012)	Not Applicable		Not Applicable		Not Applicable	
	Principal has been repaid	Not Applicable		Not Applicable		Not Applicable	
(d)	Next due date and amount for the payment of interest of NCDs	Amount	Date	Amount	Date	Amount	Date
	(a) 9.55% NSDs Series-I (2012) (issued on 25/04/2012)	286.50	25/04/2018	286.50	25-04-2017	286.50	25-04-2017
	(b) 9.55% NSDs Series-II (2012) (issued on 27/06/2012)	143.25	27/06/2018	143.25	27-06-2017	143.25	27-06-2017
	(c) 9.60% NSDs Series-III (2012) (issued on 02/08/2012)	144.00	02-08-2018	144.00	02-08-2017	144.00	02-08-2017
(e)	Next due date and amount for the repayment of Principal of NCDs	Amount	Date	Amount	Date	Amount	Date
	(a) 9.55% NSDs Series-I (2012) (issued on 25/04/2012)	3,000.00	25/04/2022	3,000.00	25/04/2022	3,000.00	25/04/2022
	(b) 9.55% NSDs Series-II (2012) (issued on 27/06/2012)	1,500.00	27/06/2022	1,500.00	27/06/2022	1,500.00	27/06/2022
	(c) 9.60% NSDs Series-III (2012) (issued on 02/08/2012)	1,500.00	02-08-2022	1,500.00	02-08-2022	1,500.00	02-08-2022
(f)	Debt Service Coverage Ratio (in times)	2.85		2.37		2.24	
	DSCR = Profit before Depreciation, Finance Cost and Tax from Continuing Operations/(Finance Costs(net of capitalization) + Scheduled Principal Repayment of Long Term Borrowings (excluding prepayment))						
(g)	Interest Service Coverage Ratio (in times)	2.85		2.54		2.45	
	ISCR = Profit before Depreciation, Finance Cost and Tax from Continuing Operations/ Finance Costs(net of capitalization)						
(h)	Capital Redemption Reserve	101.57		101.57		101.57	
(i)	Debenture Redemption Reserve	825.00		750.00		675.00	
(j)	Net Worth	48324.03		47332.56		42666.17	
(k)	Paid up Debt Capital /Outstanding Debt	26292.58		27149.75		27331.33	
(l)	The Company had a credit rating 'AA+' by CARE and CRISIL for its NCDs at the time of issue. The said rating has been revised to CARE 'AA+' and CRISIL 'AA'.						
(m)	The Company continues to maintain 100% asset cover for the secured NCDs issued by it.						

10. These results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on Friday, 3rd November, 2017. Limited Review as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the statutory auditors of the Company, M/s Price Waterhouse & Co Chartered Accountants LLP. Results for earlier periods were reviewed/ audited by previous Auditors M/s Singhi & Co.

11. Figures of previous periods have been regrouped/ reclassified wherever necessary to conform to current period classification.

By and on behalf of the Board



Satish Pai
Managing Director

Place: Mumbai

Dated: 3rd November, 2017




Price Waterhouse & Co Chartered Accountants LLP

The Board of Directors
Hindalco Industries Limited
Ahura Centre, 1st Floor, B Wing
Mahakali Caves Road
Andheri (East)
Mumbai -400 093

1. We have reviewed the unaudited financial results of Hindalco Industries Limited (the "Company") for the quarter ended September 30, 2017 and the year to date results for the period April 1, 2017 to September 30, 2017, which are included in the accompanying 'Statement of Standalone Unaudited Results for the Quarter and Six Months ended 30th September 2017' and the Standalone Statement of Assets and Liabilities as on that date together with the notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review (Refer paragraph 5 below).
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 and Regulation 52 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement (Refer paragraph 5 below).
5. (a) The standalone financial results of the Company for the quarter and six months ended September 30, 2016 and Quarter ended June 30, 2017 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, were reviewed by another firm of chartered accountants who, vide their reports dated November 12, 2016 and August 11, 2017 respectively, expressed an unmodified conclusion on those financial results.
(b) The standalone financial statements of the Company for the year ended March 31, 2017 prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015, was audited by another firm of Chartered Accountants who, vide their report dated May 30, 2017, expressed an unmodified opinion on those financial statements.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/ E-300009



Sumit Seth
Partner
Membership Number: 105869

Mumbai
November 3, 2017

Price Waterhouse & Co Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)
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Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Sall Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)



Press Release

November 03, 2017

Hindalco Reports Strong Financial Performance for Quarter Ended September 30, 2017

Record Standalone EBITDA at Rs. 1,577 crore (up 6 percent over Q2 FY2017)

EBT (before exceptional items) at Rs. 713 crore (up by 30 percent over Q2 FY2017)

Highlights Q2 FY2018

- Net profit for quarter before exceptional items was at Rs. 461 crore. Exceptional items (post tax adjustment) were Rs. 68 crore. Reported net profit after adjustment for exceptional items Rs. 393 crore.
- Robust Aluminium segment performance driven by higher volume, stable operations and supportive macro factors - Q2 FY18 EBITDA at Rs. 957 crore grew year on year by 18 percent
- Strong financial performance for Copper segment bolstered by higher by-product realization and supportive macro factors - Q2 FY18 EBITDA at Rs. 467 crore year on year rose by 28 percent
- Novelis achieved record quarterly shipments of 802 kilotonne and record adjusted EBITDA of USD 302 million - Q2 FY18 EBITDA registered year on year growth of 12 percent
- Deleveraging continued - till date total prepayment of project debts of Rs. 7,966 crore in FY18

Financial Highlights

(Standalone – Unaudited)

(Figure in Rs. Crore)

Description	Q2 FY17	Q1 FY18	Q2 FY18	H1 FY17	H1 FY18
Revenue from Operations	9,562	10,407	10,308	17,721	20,715
<u>Earnings Before Interest, Tax and Depreciation (EBITDA)</u>					
Aluminium	808	875	957	1,679	1,832
Copper	366	322	467	630	789
Other Income	319	207	154	535	361
Total EBITDA	1,493	1,404	1,577	2,844	2,981
Depreciation	352	379	380	690	760
Finance Costs	594	488	484	1,194	971
Earnings before Exceptional Items and Tax	547	537	713	960	1,250
Exceptional Income/ (Expenses) (Net)	85	(104)	(106)	85	(210)
Profit Before Tax	632	433	608	1,045	1,040
Profit/ (Loss) After Tax	440	290	393	734	682
Earnings per Share (EPS) - Basic (In Rupees)	2.1	1.3	1.8	3.6	3.1

Note: Post the applicability of GST with effect from July 1, 2017, Revenue is required to be disclosed net of GST as per requirement of Ind AS 18, 'Revenue'. Accordingly, the Revenue figures for the quarter and half year ended September 30, 2017 are not comparable with the previous periods.



Standalone Highlights

Hindalco attained Revenues of Rs. 10,308 crore, higher as compared to Q2 FY2017, led by aluminium volumes and improved realization across both the segments. EBITDA (Earnings before Interest, Tax, Depreciation and Amortisation) for the quarter was Rs. 1,577 crore, up by 6 percent compared to the previous year, on account of higher aluminium volumes and supportive macro factors, partly offset by higher input costs and lower volumes in copper segment. Depreciation rose by 8 percent Y-o-Y, due to progressive capitalization. Interest expense for the quarter was lower by 19 percent given the prepayment of loans. Net Profit for Q2 FY2018 was at Rs. 393 crore vs. Rs. 440 crore in the previous year, after factoring in net exceptional provisioning of Rs. 106 crore, based on various recent judgements pronounced by the Hon'ble Supreme Court.

Business Highlights

Aluminium:

The standalone Aluminium Revenue for Q2 FY2018 was up Y-o-Y at Rs. 5,213 crore, led by higher sales of Aluminium metal and increased realization. EBITDA for Q2 FY2018 was Y-o-Y grew 18% to Rs. 957 crore on the back supporting macro factors and higher volumes, partly offset by rise in input costs.

For Q2 FY2018, Aluminium metal production stood at 326 kilotonne (Y-o-Y increased by 2%) and Alumina (including Utkal Alumina) at 712 kilotonne (Y-o-Y fell by 2%). VAP (including Wire Rod) production was at 119 kilotonne, marginally lower by 2 percent as compared to the previous year, mainly due to subdued demand. Aditya, Mahan and Utkal Alumina continued to operate at their rated capacities.

Copper:

The revenue from Copper Segment increased Y-o-Y to Rs. 5,097 crore, driven by higher realization. EBITDA as compared to the previous year soared by 28 percent to Rs. 467 crore consequent to higher by-product realization and supportive macro factors, partially offset by lower volumes due to certain operational issues.

For Q2 FY2018, the Company's Cathode production was 96 kilotonne lower by 10 percent, because of certain operational issues and CC Rod production at 39 kilotonne was down 7 percent as compared to Q2 FY2017, mainly due to subdued demand.

Utkal Alumina International Limited:

The EBITDA for Q2 FY2018 surged by 18 percent to Rs. 201 crore on the back of higher realization.

Utkal Alumina continues to be amongst the lowest cost producers globally. During the Quarter, Utkal Alumina refinery produced 380 kilotonne of alumina, up 1 percent vis-a-vis the previous year.



Novelis Inc.:

Net sales increased 18 percent Y-o-Y to USD 2.8 billion in Q2 FY2018, which was supported by all-time record quarterly shipment of 802 kilotonnes (Y-o-Y grew by 4 percent), including a 12 percent increase in shipments of automotive products and higher average aluminium prices.

Adjusted EBITDA (excluding metal price lag), increased 12 percent to USD 302 million in Q2 FY2018, from USD 270 million in the previous year. The year-over-year improvement in Adjusted EBITDA is primarily a result of higher shipments, favourable metal costs and operational efficiencies, partially offset by lower beverage can pricing. Adjusted EBITDA reached USD 377 per ton in the quarter.

Novelis completed its joint venture transaction with Kobe Steel this quarter by selling approximate 50 percent of its ownership interest in its Ulsan, South Korea facility. It received USD 314 million in cash proceeds for the transaction.

Novelis reported a Net income of USD 307 million for the Q2 FY2018, compared to a net loss of USD 89 million in the previous year. Excluding tax-affected special items in both years, the reported net income is at USD 78 million in Q2 FY2018, up from USD 60 million reported in Q2 FY2017.

Hindalco (including Novelis) delivered a robust business performance and the Company continued strengthening its balance sheet by deleveraging. The overall domestic demand from user industries remained subdued in July and August, signs of improvement were visible in September. High level of the Copper imports and an increase in domestic aluminium production continue to affect domestic sales volumes. Overall, we remain positive on the outlook, Government reforms are expected to facilitate domestic investment and growth in the coming years. Hindalco remains focused on accelerated deleveraging, operational excellence, higher value addition, customer centricity and cash conservation to deliver stakeholder value.

Statements in this "Press Release" describing the company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include global and Indian demand supply conditions, finished goods prices, feed stock availability and prices, cyclical demand and pricing in the company's principal markets, changes in Government regulations, tax regimes, economic developments within India and the countries within which the company conducts business and other factors such as litigation and labour negotiations. The company assume no responsibility to publicly amend, modify or revise any forward looking statement, on the basis of any subsequent development, information or events, or otherwise.

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