

23rd May, 2016

To,
BSE Limited,
25, P. J. Towers,
Dalal Street,
Mumbai – 400 001
Ref: Company Scrip Code: 532834

To,
The Manager,
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai- 400051
Ref: Symbol: CAMLINFINE | | Series: EQ

CLARIFICATION

The Consolidated Financial highlights (before exceptional item) for the financial year ending on 31st March 2016 are given below: -

- 1) The "exceptional item" during the current financial year ending on 31st March, 2016 is on account of charge of Rs. 454.73 Lacs due to short receipt of insurance claim relating to a fire, which occurred during the Financial Year 2013-14.
- 2) The Tax expenses for the current financial year ending on 31st March, 2016 include the tax impact of Rs. 1419.84 lacs on a consolidated basis as against the net tax credit of Rs. 220.79 lacs in the in the previous financial year ending on 31st March, 2015 as explained below.

This net negative tax impact on a consolidated basis during the previous financial year ending on 31st March, 2015 was on account of an extraordinary tax credit available to an Italian subsidiary CFS Europe prior to its acquisition from Borregaard Industries Limited in 2011. This resultant net tax credit of Rs. 220.79 lacs in the previous financial year has given the positive impact on Profit After Tax as against the tax charge of Rs. 1419.84 lacs in the current financial year ending on 31st March 2016 on a consolidated basis. Hence, the Profit After Tax on a consolidated basis is not truly comparable on account of this non-availability of tax credit in the current financial year ending 31st March, 2016.

Accordingly, consolidated tax impact during the current financial year ending on 31st March 2016 is higher by Rs. 1640.63 lacs, thereby adversely impacting the Profit After Tax in comparison with the previous financial year ending on 31st March, 2015.



During the current financial year, tax impact on consolidated accounts include charge of tax in Italian books to the extent of Rs 726.66 Lacs, which also includes Rs. 515.25 lacs which is not payable due to the possibility of offsetting against existing tax credit; thereby giving positive cash accruals during the current financial year. The net tax payable in Italy is Rs. 211.41 lacs. However, the charge of Rs. 726.66 Lacs in the Italian books is impacting the Profit After Tax during the current financial year ending on 31st March, 2016.

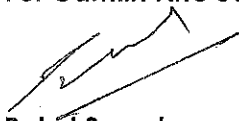
- 3) Consolidated EBIDTA (before exceptional item) for the financial year ending on 31st March 2016 is at Rs. 9606.34 lacs (19.03 % of sales) in comparison with that of previous financial year ending on 31st March 2015 at Rs. 9254.91 Lacs (16.30 % of sales).
- 4) Consolidated PBT (before exceptional items) for the financial year ending on 31st March 2016 is at Rs. 5456.57 Lacs (11 % of sales) in comparison with that of previous financial year ending on 31st March 2015 at Rs. 5247.83 Lacs (9.2 % of sales).
- 5) Consolidated Cash Accruals (before exceptional item & tax) for the 12 months period ending on 31st March 2016 is at Rs. 7162.09 Lacs (14.4 % of sales) in comparison with that of previous financial year ending on 31st March 2015 at Rs. 6872.45 Lacs (12.2 % of sales).

Kindly take the above information on records.

Thanking you,

Yours faithfully,

For Camlin Fine Sciences Limited



Rahul Sawale
Company Secretary