



REI AGRO LIMITED

CIN NO.: L14200WB1994PLC104573

14th February, 2017

The General Manager
Department of Corporate Services
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

The Manager (Listing),
National Stock Exchange of India Ltd.
Exchange Plaza
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051

Sub: Outcome of the Board Meeting -REI Agro Limited


Dear Sir/Madam,

We would like to inform you that the Board of Directors of the Company in their meeting on 14th February, 2017 at the Corporate Office of the Company had:

1. Approved and taken on records the Un-audited Financial Results of the Company for the quarter/ nine months ended 31st December, 2016. Further, Copy of the Limited Review Report given by the statutory auditors of the Company along with the financial results is enclosed herewith.

This is for your kind information and record.

Thanking you,
Yours faithfully,
For REI Agro Limited


Mandan Mishra
Company Secretary

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Tel. : 011-66768000, Fax : 011-66768026, E-mail : info@reagro.com
Registered Office : "Everest House" 46-C, Chowringee Road, 15th Floor, R.N. 15B, Kolkata-700 071
Tel.: 033-32925061, 32925062 Fax : 033-22882241
Factory : Plot No. 691, Sector - 2, Delhi - Jaipur Road, NH-8,
Bawal Growth Centre, Village Jaliavas, Dist-Rewari, Haryana
Tel.: 01284-264459, 264457 Fax : 01284-264463

To
The Board of Directors,
REI AGRO LIMITED,
46C, Chowringee Road,
Room No.15B
Kolkata – 700 071

**LIMITED REVIEW REPORT OF THE UNAUDITED FINANCIAL RESULTS
OF REI AGRO LIMITED, FOR THE QUARTER/ NINE MONTHS ENDED
31ST DECEMBER, 2016**

We have reviewed the accompanying statement of unaudited financial results of **REI AGRO LIMITED**, (“the Company”) for the Quarter / Nine Months ended 31st December, 2016 (“the Statement”) being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016. 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 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 of the statement 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 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 provides 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 prepared in accordance with applicable Accounting Standards and other accounting principles generally accepted in India, 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 modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : **Kolkata**
Date: **14th February, 2017**



For: P. K. LILHA & CO.
Chartered Accountants
Firm Regn. No. 307008E


(CA P.K.Lilha)
Partner
M. No. 011092

STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER/ NINE MONTHS ENDED 31ST DECEMBER, 2016

(Amounts shown in Lacs in Indian Rupees , except share data and where otherwise stated)

PARTICULARS	3 Months Ended			9 Months Ended	
	31.12.2016	Corresponding 31.12.2015	Preceding 30.09.2016	31.12.2016	Corresponding 31.12.2015
	Unaudited	(Not subject to Review / Audit)	Unaudited	Unaudited	(Not subject to Review / Audit)
1) Net Sales/Income from Operations					
Total	949.48	11,139.81	1,781.45	6,813.32	44,846.98
2) Expenditure					
A) Consumption of Raw Materials					
B) Purchase of Traded Goods	0.00	15,957.32	-	5,686.77	84,953.45
C) (Increase)/Decrease in Stock in Trade	2,385.52	-	5,085.62	7,461.14	-
D) Employees Cost	-	1,084.81	-	626.89	24,413.82
E) Depreciation	26.56	109.10	32.19	147.78	374.05
F) Other Expenditure	2,614.58	2,635.58	2,603.58	7,799.30	7,678.69
Total	65.54	566.22	122.52	458.97	2,447.93
3) Profit from Operations before other income, interest and exceptional items (1-2)	5,092.18	20,395.03	7,843.90	22,170.86	120,067.93
4) Other Income					
5) Profit before Interest and FEF and exceptional items (3+4)	(4,142.70)	(9,255.43)	(6,082.45)	(15,587.54)	(75,220.96)
6) Interest/Finance Cost	2.22	76.91	4.70	6.92	82.41
7) Loss/(Gain) on Foreign Exchange Fluctuation	(4,140.48)	(9,178.52)	(6,077.76)	(15,590.62)	(75,138.56)
8) Profit after Interest and FEF but before exceptional items (5-6-7)	2,055.85	2,598.92	2,688.36	7,914.40	7,830.32
9) Exceptional Items	2,843.03	1,816.14	(2,133.69)	3,611.28	7,636.34
10) Profit/(Loss) from before tax (8-9)	(9,839.38)	(13,593.57)	(6,630.43)	(27,076.30)	(90,805.21)
11) Provision For Taxation	1,533.56	-	-	18,599.06	-
- Current Tax	(11,172.92)	(13,693.57)	(6,630.43)	(46,675.36)	(90,805.21)
- For earlier years	-	-	-	-	-
12) Net Profit (+)/(Loss) for the Period (10-11)	-	(34.20)	-	(12.43)	(34.20)
13) Other Comprehensive Income, net of Income taxes	(11,172.92)	(13,559.37)	(6,630.43)	(46,662.92)	(90,771.01)
A. Items that will not be reclassified to Profit & Loss					
B. Items that will be reclassified to Profit & Loss	(12.58)	0.92	11.10	5.33	(11.23)
14) Total Comprehensive Income for the period (12+13)	(11,185.50)	(13,558.46)	(6,619.33)	(46,657.59)	(90,782.24)
15) Paid Up Equity Share Capital (Face value Re 1/- per share)	9,579.85	9,579.85	9,579.85	9,579.85	9,579.85
16) 4% Non-Convertible Preference Share (Face value Rs. 100/- per share)	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00
17) Reserve Excluding Revaluation Reserve	-	-	-	-	-
18) Earning Per Share (EPS) Face value Re 1/- per share					
- Basic (Rs.)	(1.17)	(1.42)	(0.69)	(4.87)	(9.45)
- Diluted (Rs.)	(1.17)	(1.42)	(0.69)	(4.87)	(9.45)

1. The reconciliation of Net Loss reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with Ind AS is given below:

Particulars	Quarter ended 31st December 2015 (Rs. in lakhs)	Nine months ended 31st December 2015 (Rs. in lakhs)
	(Not subject to Review / Audit)	(Not subject to Review / Audit)
Net Profit / (loss) after tax recorded under previous GAAP (Indian GAAP)	(13,522.06)	(90,659.08)
Add / (less) adjustments on account of:		
i. Recognition of interest expenses on fair valuation of non-convertible redeemable preference shares	(37.32)	(111.92)
Net Profit / (loss) as per Ind AS	(13,559.38)	(90,771.00)
Other Comprehensive Income	0.92	(11.23)
Total Comprehensive Income for the period	(13,558.46)	(90,782.23)

Note 2:

PARTICULARS	STANDALONE	
	31.12.2016	31.12.2015
A) Particulars of Shareholders :		
1) Public Share Holding		
No of Shares	688,337,765	683,337,765
Percentage of Shareholding	71.96	71.33
2) Promoters and Promoter Group Shareholding		
A) Pledged/ Encumbered		
- Number Of Shares	22,580,043	28,580,043
- Percentage of Shares (As a % of total Shareholding of Promoter and Promoter Group)	8.41	10.41
- Percentage of Shares (As a % of total Equity Share Capital of the company)	2.35	2.98
B) Non - Encumbered		
- Number Of Shares	246,087,146	246,087,146
- Percentage of Shares (As a % of total Shareholding of Promoter and Promoter Group)	91.59	89.59
- Percentage of Shares (As a % of total Share Capital of the company)	25.69	25.69

B) Investors Complaints :

Balance as on 1st Oct, 2016	NIL
Received during the 3 months period ended December 31, 2016	NIL
Disposed off during the 3 months period ended December 31, 2016	NIL
Balance as on 31st December, 2016	NIL



For REI Agro Limited
[Signature]
Director

Explanatory Notes to the Statement of Financial Results for the Quarter/Nine Months ended 31.12.2016

- 1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th February, 2017.
- 2) The Ind AS compliant corresponding figures in the previous period has not been subjected to review / audit. However the Company's management have exercised necessary due diligence to ensure that such results provide a true and fair view of its affairs.
- 3) This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning 1st April 2016 the Company has for the first time adopted Ind AS with a transition date of 1st April 2015.
- 4) The format for Un-audited Quarterly Results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated 30th November 2015 has been modified to comply with requirements of SEBI's Circular dated 5th July 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 are applicable to the Companies that are required to comply with Ind AS.
- 5) This statement does not include Results for the previous year ended March 31st, 2016 and Statement of Assets and Liabilities as on that date, as the same is not mandatory as per SEBI's Circular dated 5th July 2016.
- 6) Due to liquidity crunch faced by the Company it was not able to procure adequate quantity of Raw materials from time to time resulting in shutdown of all its manufacturing units.
- 7) The Company is mainly engaged in the business of manufacturing / trading of food grains (Rice) in addition to generation of Power through Wind Mill. However, The Management has decided to review for the Segment report at the year ended 31st March, 2017. Hence, as per IND AS 108 the company has not applied Segment Reporting for the 9 months period/quarter ended 31st December, 2016.
- 8) The Company has incurred losses during the nine months ended 31st December, 2016 amounting to Rs. 466.57 Cr and a loss of Rs. 907.82 Cr in corresponding nine months period ended in the previous year.
- 9) The Net Worth of the Company has entirely eroded due to the losses suffered by the company from time to time. It has already made reference to the Hon'ble BIFR which has been registered with them vide Case no. 85/2015 for adopting measures for the revival and rehabilitation of the Company. Ministry of Corporate Affairs, Government of India has implemented Insolvency & Bankruptcy Code 2016 dated 01.12.2016. A Company is in the process of making an application with National Company Law Tribunal (NCLT) under this Code.
- 10) The Company has not provided for Interest on Borrowings from Banks and Financial Institutions, etc during the period ended 31st December, 2016 amounting to Rs. 592.10 Cr (Corresponding Previous Quarter Rs. 502.83 Cr).
- 11) In some of the cases Purchases of Rice has been made from the Long due Trade Receivable.
- 12) Management believes that Liability towards Guarantee issued in favour of Bank on behalf of its Subsidiary Companies for credit facilities taken by them is unascertainable, hence not provided for.
- 13) Non-Convertible Redeemable Preference Shares of INR 4,000 lacs with dividend @ 4% payable in every year subject to approval at AGM, issued in F.Y. 2003-2004 with major modification in terms and conditions during F.Y. 2010-11 and maturity date of 30.06.2022, fair valued on the transition date, considering discounting rate @ 13% based on the highest borrowing rate by the company. Notional Interest Expenses for the three months and nine months ended December 2016 amounts to INR 41.93 lacs and INR 125.81 lacs (for the three months and six months ended December 2015 amounts to INR 37.31 lakhs and INR 111.93 lakhs).
- 14) In respect of following transactions, the Company has performed their Internal assessment and concluded that no separate adjustments are required under Ind AS:
 - (a) The Company has not considered 'effective interest rate model' for charging borrowing cost on long term / short term borrowings, as all the borrowings are classified as current and are payable on demand.
 - (b) In respect of Operating Lease of Windmill to Octal Suppliers (P) Ltd., we confirm that the arrangements are cancellable in nature by either parties by serving suitable notice period, hence lease equalisation is not applicable.
 - (c) The Company has not involved Actuary for computation of Leave / Gratuity liability, as the number of employees are below threshold limit. Accordingly impact of re-measurement gains / losses to be considered shall be immaterial.
 - (d) Fair value of Investments in Mutual Fund (Reliance Alternative Investment Funds, Private Equity Scheme I) are not ascertainable, as the same is closed ended. We believe that fair value is equal to carrying value of Investments.
- 15) Figures for corresponding previous year/quarters have been regrouped/ rearranged wherever considered necessary.

Date : 14th February, 2017
Place : New Delhi



For REL Agro Limited
FOR AND BEHALF OF THE BOARD OF DIRECTORS

Sandip Hunjunwala
SANDIP HUNJUNWALA
MANAGING DIRECTOR
DIN no. 00174885