

REVIEW REPORT TO THE BOARD OF DIRECTORS OF
BALKRISHNA INDUSTRIES LIMITED

We have reviewed the accompanying statement of unaudited financial results of **Balkrishna Industries Limited** for the period ended 31st December, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This 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 these financial statements based on our review.

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 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 and as per the information and explanations given to us, 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 recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



For **JAYANTILAL THAKKAR & CO.**
CHARTERED ACCOUNTANTS
(FIRM REG. NO. 104133W)

V. A. Merchant

VIRAL A. MERCHANT
PARTNER
MEMBERSHIP NO. 116279

PLACE: Mumbai

DATE: 14th February, 2015

Balkrishna Industries Limited



Regd. Office :H-3/1, MIDC, "A" Road, Tarapur (Boisar), Maharashtra. www.bkt-tires.com (CIN No: L99999MH1961PLC012185) Email Id : shares@bkt-tires.com Tel : +91 22 66663800 Fax: +91 22 6666381

Unaudited (Stand-alone) Financial Results for the Quarter Ended 31st December, 2014

PARTICULARS	QUARTER ENDED			NINE MONTH ENDED		(Rs. in lacs)
	31/12/2014	30/09/2014	31/12/2013	31/12/2014	31/12/2013	YEAR ENDED 31/03/2014
	Unaudited			Unaudited		Audited
1. Income from Operations						
a) Gross Sales	96426	93156	87687	289606	253404	357414
b) Net Sales/Income from Operations (Net of Excise Duty)	94944	91793	86732	285419	250506	353569
c) Other Operating Income	1084	722	1710	3224	3482	4103
Total Income from Operation (Net)	96028	92515	88442	288643	253988	357672
2. Expenses						
a) Cost of materials consumed	47074	51351	39899	149497	121199	171199
b) Purchase of Stock- in- trade	241	200	141	600	428	554
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	948	(2777)	995	(1721)	2087	348
d) Employee benefits Expense	5034	4731	3603	14689	9789	13858
e) Depreciation and amortisation expense	6578	6003	4254	18303	11709	16496
f) Power & Fuel	3985	4032	2854	12057	8392	11699
g) Net Exchange Difference (Gain) /Loss (Refer Note No.5)	(6061)	(5062)	3638	(11745)	5263	9107
h) Other Expenses	18398	19211	14422	54157	44238	61527
Total expenses	76197	77689	69806	235837	203105	284788
3. Profit from Operations before Other Income, finance costs & exceptional items(1-2)	19831	14826	18636	52806	50883	72884
4. Other Income	328	105	523	530	1073	1384
5. Profit from ordinary activities before finance costs and exceptional items(3+4)	20159	14931	19159	53336	51956	74268
6. Finance Costs						
- Interest and Finance Charges	965	1345	636	3508	1553	2545
- Applicable Net(Gain)/ Loss on Foreign Currency transactions and translation	140	176	(48)	305	157	(48)
7. Profit from ordinary activities after finance costs, Foreign Exchange Fluctuation on Borrowings but before exceptional items (5-6)	19054	13410	18571	49523	50246	71771
8. Exceptional Items	-	-	-	-	-	-
9. Profit from Ordinary Activities before Tax (7+8)	19054	13410	18571	49523	50246	71771
10. Tax expenses						
- Current	5510	3590	4975	14390	14285	15700
- Deferred	554	820	1211	1682	2538	7233
11. Net Profit from Ordinary Activities After Tax (9-10)	12990	8999	12385	33451	33423	48838
12. Extra ordinary item (Net of tax expenses)	-	-	-	-	-	-
13. Net Profit for the period (11-12)	12990	8999	12385	33451	33423	48838
14. Paid up Equity Share Capital (Face Value of Rs. 2 Each)	1933	1933	1933	1933	1933	1933
15. Reserves excluding Revaluation Reserve						186547
16. Earnings per share (EPS) (Rs.) For respective periods						
- Basic and Diluted	13.44	9.31	12.81	34.61	34.58	50.53
1. Public Shareholding						
- Number of Shares	40310585	40310585	40310585	40310585	44310585	40310585
- Percentage of Shareholding	41.70	41.70	41.70	41.70	41.70	41.70
2. Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non - Encumbered						
- Number of Shares	56348010	56348010	56348010	56348010	56348010	56348010
- Percentage of Shares (as a % of the total shareholding of promoters and promoter group)	100	100	100	100	100	100
- Percentage of Shares (as a % of the total Share Capital of the Company)	58.30	58.30	58.30	58.30	58.30	58.30

NOTES:

- The above Unaudited (Stand - alone) results as reviewed by the Audit Committee have been approved by the Board of Directors at its meeting held on 14th February, 2015. The Statutory Auditors of the Company have carried out the "Limited Review" of the above results.
- Segment reporting as required by AS-17 is not applicable as the Company operates in one single primary business segment i.e. Tyres.
- The work on green field tyre plant of the Company at Bhuj is in progress and partial production has already commenced.
- The details of number of investor complaints for the quarter; Beginning - Nil, Received - 1 Disposed - 1 Pending - Nil.
- Net exchange Difference includes (Gain)/Loss on transactions related to Sales and Purchases.
- As per the provisions of schedule II of Companies Act 2013, the company has determined useful life of its certain fixed assets, duly supported by appropriate technical advice, different from what is specified in Para C of said schedule. As a result of it, the charge of the depreciation for the quarter and for the Nine month ended 31st December, 2014 is lower by Rs.3198 lacs and Rs.11124 lacs respectively. The net residual value of Rs.306 lacs (net of deferred tax) in respect of Assets which have completed their useful lives, has been adjusted in the Retained Earnings.
- The Scheme of arrangement (Scheme) under section 391 to 394 of the Company's Act 1956 between Balkrishna Industries Limited (BIL), Balkrishna Paper Mills Limited (BPML), Nirvikara Paper Mill Limited (NPML), their respective shareholders and creditors has been approved by Hon'ble High Court of Bombay and the order has been filed with the Registrar of Companies, Mumbai, on 10th February, 2015. Pursuant to the Scheme, (a) BPML stands amalgamated with BIL with effect from the appointed date, i.e., 1st April 2013 and (b) the Paper Division has been demerged to NPML with effect from the effective date, i.e., 10th February 2015. Further, the figures for current quarter, previous quarter and nine months ending on 31st December, 2014 have been reworked and re-stated after giving effect to the Scheme of arrangement. Consequently, those figures are not comparable with their respective period relating to previous year
- Figures for the previous periods/ year have been Re-grouped/ Re-classified/Re-stated wherever necessary.



For Balkrishna Industries Limited