

CHATURVEDI & PARTNERS

Chartered Accountants

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The Board of Directors,
BHAGAWATI GAS LIMITED


LIMITED REVIEW REPORT ON THE UN-AUDITED FINANCIAL RESULT OF BHAGAWATI GAS LIMITED, PURSUANT TO CLAUSE 41 OF THE LISTING AGREEMENT

1. We have reviewed the accompanying unaudited financial results of **BHAGAWATI GAS LIMITED** for the quarter and six months ended September 30, 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, at their meeting held on November 14, 2014 and have been initiated by us for identification only. Our responsibility is to issue a report on these financial statements 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 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 provide less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.
3. We refer to following notes of the statement of unaudited financial report:
 - (a) Note 4, wherein the recovery of doubtful advances of Rs.70.33 Lacs and receivables aggregating to Rs.1,396.52 Lacs considered good and recoverable to the management. In the absence of confirmation and having regard to the age of these balances, we are unable to comment the extent to which these balances are recoverable.
 - (b) Note 5, in respect of expiry of Gas supply agreement and restoration of Company's operations being dependent upon the extension of supply agreement.
 - (c) Note 6, regarding change of depreciation at old rates, pending evaluation of the useful life of fixed assets.
4. Based on our review, except for the possible effects of the matters specified in Para 3(a) to 3(c) above, nothing has come to our notice that causes us to believe that, the accompanying statement of un-audited financial results prepared in accordance with Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 which continue to apply as per section 133 of the Companies (Accounts) Rules, 2013, Read with Rule 7 of the Companies (Accounts) Rules, 2014 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 CHATURVEDI & PARTNERS

Chartered Accountants

Firm Registration No. 307068E


R N CHATURVEDI

Partner

Membership No. 092087

New Delhi

November 14, 2014



Other Offices : Kolkata • Mumbai • Chennai • Kanpur • Hyderabad

PART I Statement of Standalone Unaudited Results for the Quarter and Six Months Ended September 30, 2014 (Rs in Lacs)						
Particulars	Quarter Ended			Half Year ended		Year Ended
	Three Months ended 30.09.2014	Three Months ended 30.06.2014	Corresponding 3 months ended 30.09.2013	30.09.2014	30.09.2013	Previous year ended 31.03.2014
(Refer Notes Below)	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from operations						
(a) Net sales/income from operations (Net of excise duty)	-	-	-	-	-	-
(b) Other operating income	-	-	-	-	-	-
Total income from operations (net)	-	-	-	-	-	-
2 Expenses						
(a) Cost of materials consumed	-	-	-	-	-	-
(b) Purchases of stock-in-trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-	-
(d) Employee benefits expense	12.15	11.22	18.84	23.37	35.66	55.99
(e) Depreciation and amortisation expense	15.37	14.41	14.97	29.78	29.78	59.39
(f) Other expenses (Any item exceeding 10 % of the total expenses relating to continuing operations to be shown separately)	7.74	5.31	10.94	13.05	20.57	43.09
Total expenses	35.25	30.94	44.75	66.19	86.01	158.47
3 Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(35.25)	(30.94)	(44.75)	(66.19)	(86.01)	(158.47)
4 Other income	2.56	-	3.30	2.56	11.70	13.59
5 Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(32.69)	(30.94)	(41.45)	(63.63)	(74.31)	(144.89)
6 Finance costs	5.83	3.36	5.64	9.19	11.58	21.76
7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5+6)	(38.52)	(34.30)	(47.09)	(72.82)	(85.89)	(166.65)
8 Exceptional items	-	-	-	-	-	-
9 Profit/ (Loss) from ordinary activities before tax (7+8)	(38.52)	(34.30)	(47.09)	(72.82)	(85.89)	(166.65)
10 Tax expense						
a Current Tax	-	-	-	-	-	-
b Deferred Tax expense	-	-	-	-	-	-
c Income Tax Paid for Earlier Year	-	-	-	-	-	-
Total (10)	-	-	-	-	-	-
11 Net Profit / (Loss) from ordinary activities after tax (9+10)	(38.52)	(34.30)	(47.09)	(72.82)	(85.89)	(166.65)
12 Extraordinary items	-	-	-	-	-	-
13 Net Profit / (Loss) for the period (11+12)	(38.52)	(34.30)	(47.09)	(72.82)	(85.89)	(166.65)
14 Paid-up equity share capital (Face Value of ₹ 10/- each)	1,674.00	1,674.00	1,674.00	1,674.00	1,674.00	1,674.00
15 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	219.07
16 Earnings per share (of ₹ 10 /- each) (not annualised):						
(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(0.23)	(0.20)	(0.28)	(0.44)	(0.51)	(1.00)
(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	(0.23)	(0.20)	(0.28)	(0.44)	(0.51)	(1.00)

PART II Information for the Quarter and Six Months ended September 30, 2014						
Particulars	Quarter ended			Half Year ended		Year Ended
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
				Unaudited	Unaudited	
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	11,012,016	11,012,016	11,012,016	11,012,016	11,012,016	11,012,016
- Percentage of shareholding	65.77%	65.77%	65.77%	65.77%	65.77%	65.77%
2 Promoters and Promoter Group Shareholding:						
a) Pledged / Encumbered						
- Number of shares	1,449,800	1,449,800	1,449,800	1,449,800	1,449,800	1,449,800
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	25.30%	25.30%	25.30%	25.30%	25.30%	25.30%
- Percentage of shares (as a % of the total share capital of the company)	8.66%	8.66%	8.66%	8.66%	8.66%	8.66%
b Non - encumbered						
- Number of shares	4,280,643	4,280,643	4,280,643	4,280,643	4,280,643	4,280,643
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	74.70%	74.70%	74.70%	74.70%	74.70%	74.70%
- Percentage of shares (as a % of the total share capital of the company)	25.57%	25.57%	25.57%	25.57%	25.57%	25.57%

Particulars	Quarter ended 30.09.2014
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NII
Received during the quarter	NII
Disposed of during the quarter	NII
Remaining unresolved at the end of the quarter	NII



STATEMENT OF ASSETS AND LIABILITIES AS ON 30.09.2014			
Particulars	As at		As at
	30.09.14 (₹ in lacs)	31.03.14 (₹ in lacs)	
A) EQUITY AND LIABILITIES			
1 Shareholders Funds			
a) Share Capital	1,674.25	1,674.25	
b) Reserves and Surplus	146.25	219.07	
Sub-total shareholders Funds	1,820.50	1,893.32	
2 Non-current liabilities			
a) Long-term borrowings	45.51	43.40	
b) Deferred tax liabilities (net)	122.16	122.16	
c) Long-term provisions	42.93	42.93	
Sub-total - Non-current liabilities	210.61	208.50	
3 Current liabilities			
a) Short-term borrowings	35.00	35.00	
b) Trade payables	13.78	13.78	
c) Other current liabilities	481.51	455.17	
d) Short-term provisions	13.10	13.40	
Sub-total - Current liabilities	543.38	517.35	
TOTAL - EQUITY AND LIABILITIES	2,574.48	2,619.17	
B ASSETS			
1 Non-current assets			
a) Fixed assets	631.78	665.50	
b) Long-term loans and advances	155.92	155.92	
c) Other non-current assets	-	-	
Sub-total - Non-current assets	787.70	821.42	
2 Current assets			
a) Current investments	3.35	3.35	
b) Inventories	5.23	5.23	
c) Trade receivables	577.31	577.31	
d) Cash and cash equivalents	1.61	2.92	
e) Short-term loans and advances	380.07	389.72	
f) Other current assets	819.21	819.21	
Sub-total - Current assets	1,786.78	1,797.74	
TOTAL - ASSETS	2,574.48	2,619.17	

Notes:

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on November 14, 2014
- The limited review by the Statutory Auditors for the quarter as required under clause 41 of the listing agreement has been completed and the related Report is being forwarded to the Stock Exchange.
- The company is engaged only in one segment i.e. "Production of gases" and hence segment reporting is not applicable.
- Provision for doubtful advances of Rs. 70.33 lacs, and receivables of Rs 1,396.52 lacs has not been made as the management is hopeful of recovering the amount in due course. The Auditors have qualified their Limited Review Report to the quarter and six months ended September 30, 2014 and Auditors' Report, for the year ended March 31, 2014 in this regard.
- Long term gas supply agreement with the customer has expired. The company is negotiating to extend the same as plant remain closed. The restoration of operations of the company dependent upon the extension of the supply agreement.
- The company is in the process of evaluating the useful life of its fixed assets and depreciation continue to be charged at old rates. The effect, if any, shall be recorded on completion of the same. The management, however, does not expect material effect on account of this.
- Figures for the previous period have been regrouped/rearranged wherever considered necessary.

Place: Noida

Dated: November 14, 2014



For Bhagawati Gas Limited

(Signature)
(Rakesh S. Bhardwaj)
(Managing Director)
DIN: 00029757