

UNITED BREWERIES (HOLDINGS) LIMITED

Reg. Office: Level 12, UB Tower, UB CITY, No. 24, Vittal Mallya Road, Bangalore. 560 001
Email: ubhlinvestor@ubmail.com. Website: www.theubgroup.com CIN : L85110KA1915LC000740

PART I STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2015

Rs. in Lakhs (except per share data)

PARTICULARS	Three Months Ended			Year Ended
	June 30, 2015 Unaudited	March 31, 2015 Unaudited	June 30, 2014 unaudited	March 31, 2015 Audited
1. Income from operations				
(a) Net sales/income from operations	5,781	6,216	9,818	31,747
(b) Property development	1,255	1,359	1,285	5,246
(c) Other operating income	138	179	448	1,151
Total income from operations	7,174	7,754	11,551	38,144
2. Expenses				
a) Purchases of stock-in-trade	1,525	2,403	2,946	11,089
b) Cost of packing materials consumed	475	781	727	3,204
c) Change in inventories	575	(177)	1,943	2,235
d) Employee benefit expenses	758	670	705	2,977
e) Depreciation	412	1,542	321	2,150
f) Other expenses	1,448	48,940 *	2,516	55,540
* Includes provisions & write offs				
Total expenses	5,194	54,159	9,158	77,195
3. Profit/(Loss) from operations before other income and finance costs	1,980	(46,405)	2,393	(39,051)
4. Other income	2	652	103	776
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items	1,982	(45,753)	2,496	(38,275)
6. Finance costs (net of receipts)	1,767	1,408	6,037	14,827
7. Profit / (Loss) from ordinary activities after finance costs and before exceptional items	215	(47,161)	(3,541)	(53,102)
8. Exceptional items : Profit on sale of pledged shares (net)	-	9,788	83,751	96,500
9. Profit / (Loss) before tax	215	(37,373)	80,210	43,398
10. Tax expense	-	-	-	-
11. Net Profit / (Loss) after tax	215	(37,373)	80,210	43,398
12. Paid-up equity share capital (face value of Rs.10 each, fully paid up)	6,682	6,682	6,682	6,682
13. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				(34,145)
14. Earnings per share (of face value Rs.10/- each):				
Basic and diluted (after exceptional item)	0.32	(55.93)	120.04	64.95
Basic and diluted (before exceptional item)	0.32	(70.58)	(5.30)	(79.47)

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Segment - wise business performance for the year ended June 30, 2015

Primary Segment Information

	Three Months Ended			Year ended
	June 30, 2015	March 31, 2015	June 30, 2014	March 31, 2015
	Unaudited	Unaudited	Unaudited	Audited
1) Segment Revenue				
a) Alcoholic beverages	2,422	2990	5,124	14,902
b) Leather products	837	576	1,607	4,044
c) Readymade garments	229	170	1,285	3,077
d) Investments	0	-	-	487
e) Logo fees	1,633	1633	1,728	6,653
f) Property development	1,255	1360	1,285	5,246
g) Corporate guarantee services	14	14	34	89
h) Others	784	1,011	488	3,646
Total Revenue	7,174	7,754	11,551	38,144
2) Segment Results				
a) Alcoholic Beverages	668	580	823	2,975
b) Leather products	(34)	(69)	246	677
c) Readymade garments	16	77	(18)	103
d) Investments	(323)	(651)	(342)	(1,422)
e) Logo fees	1,310	983	1,386	4,744
f) Property development	715	708	730	3,124
g) Corporate guarantee services	(309)	(637)	(308)	(1,820)
h) Others	(63)	(565)	(123)	(602)
Total Results	1,980	426	2,393	7,779
Other income	2	569	103	694
Provision for doubtful advances	-	(5,790)	-	(5,790)
Bad debts written off	-	(12,862)	-	(12,862)
Provision for diminution in vale of investments	-	(28,096)	-	(28,096)
Finance costs (net of receipts)	(1,767)	(1,408)	(6,037)	(14,827)
Exceptional Item	-	9,788	83,751	96,500
Profit / (Loss) before tax	215	(37,373)	80,210	43,398

	Three Months Ended			Year ended
	June 30, 2015	March 31, 2015	June 30, 2014	March 31, 2015
Capital Employed				
Alcoholic Beverages	1,273	1,812	1,523	1,812
Leather Products	4,228	4,169	4,073	4,169
Readymade Garments	10,985	11,727	8,958	11,727
Investment	(60,717)	(61,007)	(22,883)	(61,007)
Property Development	4,833	4,048	4,131	4,048
Others	1,760	1,012	2,235	1,012
Total	(37,638)	(38,239)	(1,963)	(38,239)

Secondary Segments, Based on Geographical locations

	Three Months Ended			Year ended
	June 30, 2015	March 31, 2015	June 30, 2014	March 31, 2015
1 Segment Revenue				
Within India	3,577	3,511	3,946	34,546
Outside India	3,597	4,243	7,605	3,598
	7,174	7,754	11,551	38,144
2 Segment Assets less segment liabilities				
With in India	(65,786)	(66,292)	(31,259)	(66,292)
Outside India	28,147	28,053	29,296	28,053
	(37,638)	(38,239)	(1,963)	(38,239)

UNITED BREWERIES (HOLDINGS) LIMITED

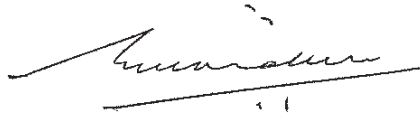
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PART II

SELECT INFORMATION FOR THE QUARTER ENDED JUNE 30, 2015

	Particulars	Three months ended			Year ended
		30-Jun-15	31-Mar-15	30-Jun-14	31-Mar-15
A	PARTICULARS OF SHAREHOLDING				
	1. Public shareholding				
	- Number of shares	31,845,241	31,845,241	31,845,241	31,845,241
	- Percentage of shareholding	47.66	47.66	47.66	47.66
	2. Promoters and Promoter Group Shareholding				
	a) Pledged / Encumbered				
	- Number of shares	5,186,190	5,186,190	3,586,190	5,186,190
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	14.83	14.83	10.25	14.83
	- Percentage of shares (as a % of the total share capital of the company)	7.76	7.76	5.37	7.76
	b) Non - encumbered				
	- Number of shares	29,787,090	29,787,090	31,387,090	29,787,090
	- Percentage of shares (as a % of the total shareholding of the Promoter and promoter group)	85.17	85.17	89.75	85.17
	- Percentage of shares (as a % of the total share capital of the company)	44.58	44.58	46.97	44.58

Particulars	3 months ended 30th June 2015
INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	1
Disposed of during the quarter	1
Remaining unresolved at the end of the quarter	Nil



United Breweries (Holdings) Limited

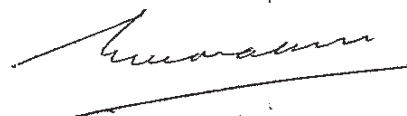
Notes:

1. The accompanying Statement of audited financial results for the year ending 30th June 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 23rd July 2015.
2. SEBI in its communication dated 27th April 2015 has advised the Company to restate the accounts for the Financial Years 2012-13 and 2013-14 to address the qualifications made in the report of the Statutory Auditors despite a representation that most of the required adjustments have already been made in the accounts for the Financial Year 2013-14. The Company has filed an appeal before the Securities Appellate Tribunal (SAT) challenging the directives of SEBI. By its Order dated 29th May, 2015, the SAT has stayed the operation, implementation and effect of the communication dated 27th April, 2015 till the next date of hearing.
3. The position of Managing Director fell vacant on 17th April 2014 and efforts are being made to identify a successor.

The Company presently does not have any Managerial Personnel namely Managing Director and Chief Financial Officer.

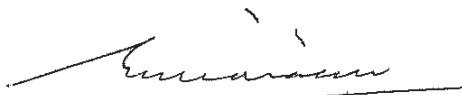
The Company operates under the directions of the Chairman with inputs from the Group CFO. The trading and property related operations of the Company are managed by a designated Senior Executive of the Company.

4. Claim against a banker for restitution of deposits of Rs.60.96 crores, which were unilaterally encashed and thereafter appropriated towards their claims against a group company, is being pursued before the Hon'ble High Court of Karnataka. Appropriated amounts are being shown as recoverable from the said bank.
5. Investments in other Subsidiaries and certain Associates are considered as long term and strategic in nature and accordingly, no provision has been considered for diminution in the value.



6. SREI Infrastructure Finance Limited, one of the Company's lenders, has invoked the Company's pledge and sold 500,000 shares of USL. They have used a portion of the sale proceeds to retire the loan outstanding and are holding a balance of Rs.99.09 crores against their purported dues from KFA. The company has accounted for the sale of the shares and profit arising therefrom.
7. With regard to various legal cases, including 9 winding up petitions, which are still pending disposal, there has been no significant development during the quarter and accordingly no provision is presently considered in the accounts and the accounts have been prepared on principles applicable to going concern, as hitherto before.
8. An amount of Rs. 20 crores has been paid as advance to one of the Company's suppliers. The Company is taking steps to recover this advance following disagreement with the supplier.
9. Due to certain purported non-compliances under Listing Agreement with Stock Exchanges, the trading in the equity shares of KFA and UB Engg. Ltd. has been "suspended from trading" w.e.f 1st December 2014 and the suspension is still continuing.
10. The Company had entered into a loan agreement with United Spirits Limited on July 3, 2013 under which, an amount of Rs. 1,337.41 crores is outstanding as on March 31, 2015. The loan is for a period of 9 years and carrying interest rate of 9.5% per annum. At an EGM of United Spirits Limited on November 28, 2014, the said loan agreement between the Company and United Spirits Limited, was not approved. Consequently the Company has not accounted for any interest on the loan w.e.f. October 1, 2014. In July 2015 the above loan which was to be repaid in installments to commence from November 9, 2018, has been recalled by USL citing defaults in payment of interest which is denied by the Company. In view of the restraints imposed by Hon'ble High Court of Karnataka, in pending winding up petitions filed by certain other creditors, the Company is seeking Legal advice in this regard.
11. Previous periods figures have been regrouped wherever necessary.

July 23, 2015
Mumbai


Dr. Vijay Mallya
Chairman

VISHNU RAM & CO.,
CHARTERED ACCOUNTANTS
LIMITED REVIEW REPORT

1. We have reviewed the accompanying statement of unaudited financial results of United Breweries (Holdings) Limited, Bangalore ("the company") for the period ended June 30, 2015 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.
2. Our review has been restricted to the figures shown in the columns headed "three months ended 30-06-15".
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review Interim Financial Information 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.
4. *We have issued a qualified report on the audited financial statements for the accounting year ended 31-3-2015 stating amongst other things, non-provision for decline in the value of investments in certain subsidiaries and associates which are carried in the books at Rs. 258.81 crores , non-provision for the loss that may arise due to possible non-recovery of loans and advances of Rs 75.43 crores due from certain subsidiaries, non-provision for the probable loss that may arise on account of various financial exposures to Kingfisher Airline Limited, non-recognition of certain liabilities/obligations and appropriateness of preparation of financial statements on going concern basis being subject to favourable resolution of several litigations involving the Company. There have not been any significant developments during the current quarter in this regard.*
5. *The company has not so far estimated and provided for the losses that may arise on account of its financial exposures to Kingfisher Airlines Limited (KFA) which are in the form of invoked corporate guarantees of Rs. 8,158.89 crores (which the company continues to show as contingent liabilities). KFA is under severe financial stress, it has defaulted in honouring its financial obligations on several counts; winding up petitions filed against it have been admitted by the Honourable High Court of Karnataka; it is not carrying on any business.*
6. *Eight winding up petitions involving amounts of Rs. 7,256.24 crore, whereby the beneficiaries of the company's corporate guarantees (referred to in para 5 above) had sought winding up of the company, have been admitted by the Honourable High Court of Karnataka. The company is contesting these orders and continues to disclose its obligations as contingent.*



VISHNU RAM & CO.,
CHARTERED ACCOUNTANTS

7. *The company has shown Rs. 31.71 crores as due from a banker who has encashed company's deposits lying with it and appropriated the amount towards its claims against a group company. The probable loss on account of this, has not been recognised in the accounts.*
8. *An amount of Rs. 847.46 crores is shown as dues from a financial company, which has sold the company's investment and appropriated part of the sale proceeds against dues from KFA. Further, the said finance company still holds custody of 59,150,000 shares in KFA, belonging to the company. The company has petitioned the High Court of Calcutta and High Court of Karnataka challenging the validity of the actions taken by the financial company and for rendering full accounts. Pending outcome of the petitions, the above amount has been shown as good and recoverable.*
9. *The 'status quo' with respect to the transaction of sale of 10,141,437 no. of shares in United Spirits Limited in favour of Diageo group, as ordered by the Honourable Supreme Court of India, continues.*
10. *An amount of Rs. 20 crore due from a vendor continues to be shown as good and recoverable, even though, the company has not been able to obtain confirmation of the dues from such vendor.*
11. *Attention is invited to note no 10 with regard to demands made by United Spirits Limited for immediate repayment of their dues amounting to Rs. 1,337.42 crore and the interest thereon.*
12. *Based on our review conducted as above and subject to our observations in paragraphs 4 to 11 above, we report that nothing else has come to our attention that causes us to believe that the accompanying statement of un-audited financial results read with the notes thereon and 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.*

Place: Mumbai
Date: 23-07-2015

For Vishnu Ram & Co.,
Chartered Accountants


(S. Vishnumurthy)
Proprietor.

Membership No.22715

Firm Registration No. 004742S

