

Duncans Industries Limited**NOTES**

1. The Company is a sick industrial company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA) and the Rehabilitation Scheme (the Scheme) sanctioned by the Board for Industrial and Financial Reconstruction (BIFR) is under implementation.
2. The measures approved by BIFR amongst other pending issues include issuance of further equity share capital to the promoters to the extent of Rs. 799 lacs. Out of the above, during the quarter, the Company has received Rs 525 lacs from the promoters, pending allotment of equity shares thereagainst.
3. The qualifications in the Auditors' Report excepting those covered in other paras, which are having impact on the results for the quarter ended 30.6.2014 have been dealt with as follows :
 - (a) Managerial remuneration of Rs. 675.95 lacs till 30th June, 2014 (including Rs. 32.17 lacs for the quarter and Rs.76.32 lacs and Rs. 27.74 lacs for the quarters ended on 31st March, 2014 and 30th June, 2013 respectively and Rs. 176.20 lacs for the period of eighteen months ended 30th September, 2013) included under employee benefits expense are subject to the approval of the Central Government.
 - (b) Rs.3406.81 lacs receivable from certain group / associate companies are strategic in nature and thereby revenue recognition with respect to short fall in value, if any, has not been considered necessary.
4. Employee benefits with respect to gratuity and leave have been provided on an estimated basis pending actuarial valuation to be carried out at the time of finalization of year end accounts.
5. (a) Pending agreement for bonus, the amount statutorily payable in this respect has been recognized.
- (b) Negotiations in respect of wage rate for tea workers due for revision with effect from 1.4.2014 have not yet been concluded. Pending this, wages for the quarter has been recognized based on the rates prevailing till 31.3.2014. Impact of the revision, if any, for the said period, will be given effect to on finalization of the same.
6. (a) The company operates in the single business segment of Tea.
- (b) The business of Tea is seasonal in nature Accordingly, results for the current quarter are not representative of future performance.
7. These being unaudited financial results, are subject to certain usual reconciliations, confirmations and adjustments to be carried out at the time of finalization of annual accounts.
8. The above results were reviewed by the Audit Committee of the Board of Directors and have been approved by the Board of Directors at their respective meetings held on 11th August, 2014.
9. The statutory auditors have carried out a limited review of the financial results for the quarter ended 30.6.2014.
10. Previous year / periods' figures have been rearranged / regrouped / reclassified wherever necessary.

For and on behalf of the Board



Whole Time Director

Kolkata
Dated: 11th August, 2014

