

**The Board of Directors  
Duncans Industries Limited  
31, N.S.Road  
Kolkata-700001**

### Limited Review Report

1. We have reviewed the accompanying statement of unaudited financial results of Duncans Industries Limited for the quarter ended 31<sup>st</sup> December, 2014 ('the Statement') *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 reviewed by us.* The Statement is the responsibility of the Company's management and has been approved by the Board of Directors and has been initialed by us for the purpose of identification. Our responsibility is to issue a report on the Statement 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. (a) *Attention is invited to following notes of the Statement:*
  - (i) *Note 3 regarding non ascertainment of amounts of wage revision pending negotiations thereof;*
  - (ii) *Note 4 regarding non provision/ascertainment of the amounts in respect of disputes/demands raised by certain secured lenders pending final resolution of the matters; and*
  - (iii) *Note 5 regarding non- provision and non-ascertainment of depreciation as per Schedule II of the Companies Act, 2013.*
- (b) *Impact with respect to Para 3(a) above even though likely to be material cannot be ascertained and commented upon by us.*
4. Based on our review conducted as above, we report that *excepting for the possible effects of the matters described in Para 3 above,* we report that 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 notified pursuant to the Companies (Accounting Standard) Rules, 2006 as required in terms of Section 133 of the Companies Act,



2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized 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.

5. Without qualifying our opinion on this matter, we draw attention to Note 1 of the Statement which indicates that in spite of the Company's networth becoming negative, the accounts have been prepared on going concern basis. The Company's ability to continue as a going concern is dependent upon implementation of the measures envisaged in the Scheme and company's profitability in the future etc. and as such, we are unable to comment on the same.

For Lodha & Co.  
Chartered Accountants  
Firm's ICAI Registration No: 301051E

*R.P. Singh*  
R.P. Singh  
Partner  
Membership No.: 052438

Place: Kolkata  
Date: 13<sup>th</sup> February, 2015



**DUNCANS INDUSTRIES LIMITED**

Registered Office : 31 Netaji Subhas Road, Kolkata - 700 001  
Tel:(033) 22300962 Fax:(033) 22486021 email: dil\_secretariat@duncans-ia.com  
CIN:L28113WB19948LC063452

Statement of Standalone Unaudited Results for the quarter ended 31st December,2014

(Rs. In Lacs)

Particulars	Three months ended 31/12/2014	Preceding Three months ended 30/09/2014	Corresponding Three months ended in the Previous year 31/12/2013	Previous year ended 30/09/2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Income from Operations</b>			
Net sales/income from operations (Net)	5,263	5,488	5,196	18,458
Other operating income	10	34	69	309
<b>Total Income from Operations (net)</b>	<b>5,273</b>	<b>5,522</b>	<b>5,265</b>	<b>18,767</b>
<b>2</b>	<b>Expenses</b>			
Cost of materials consumed	12	4	1	34
Purchase of stock-in-trade				
Changes in inventories of finished goods, work-in-progress and stock-in-trade	892	(1,316)	(52)	155
Employee benefits expense	2,848	4,569	3,114	12,459
Power and fuel	768	1,020	792	2,949
Consumption of Stores & Spares	271	519	443	2,072
Depreciation and amortisation expense	75	70	76	298
Other expenses	466	744	546	2,254
<b>Total Expenses</b>	<b>5,332</b>	<b>5,610</b>	<b>4,920</b>	<b>20,220</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income and finance cost (1-2)</b>			
	(59)	(88)	345	(1,454)
<b>4</b>	<b>Other income</b>			
		111	43	187
<b>5</b>	<b>Profit/ (Loss) from ordinary activities before finance cost (3+4)</b>			
	(59)	23	388	(1,267)
<b>6</b>	<b>Finance costs</b>			
	548	530	285	1,802
<b>7</b>	<b>Profit/ (Loss) from ordinary activities before Tax (5-6)</b>			
	(607)	(507)	103	(3,069)
<b>8</b>	<b>Tax Expense</b>			
<b>9</b>	<b>Net Profit (+) / Loss (-) for the period (7-8)</b>			
	(607)	(507)	103	(3,069)
<b>10</b>	<b>Paid up equity share capital (Face Value Rs. 10/- each)</b>			
	6,076	6,076	5,551	6,076
<b>11</b>	<b>Reserves excluding Revaluation Reserve</b>			
				(9,625)
<b>12</b>	<b>Earning per share</b>			
<b>(of Rs. 10 /- each) (not annualised) :</b>				
a. Basic	(1.00)	(0.84)	0.19	(5.40)
b. Diluted	(1.00)	(0.84)	0.19	(5.40)
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>			
<b>1</b>	<b>Public Shareholding</b>			
- Number of Shares	10,294,420	10,294,420	9,694,420	10,294,420
- Percentage of Shareholding	16.94%	16.94%	17.46%	16.94%
<b>2</b>	<b>Promoters and Promoter Group Shareholding</b>			
a) Pledged/Encumbered				
- Number of Shares	23,672,540	24,272,540	24,272,540	24,272,540
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	46.91%	48.10%	52.98%	48.10%
- Percentage of shares (as a % of the total share capital of the Company)	38.96%	39.95%	43.73%	39.95%
b) Non-encumbered				
- Number of Shares	26,792,076	26,192,076	21,542,076	26,192,076
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	53.09%	51.90%	47.02%	51.90%
- Percentage of shares (as a % of the total share capital of the Company)	44.10%	43.11%	38.81%	43.11%
<b>B</b>	<b>INVESTOR COMPLAINTS</b>			
Particulars	Three months ended 31/12/2014			
Pending at the beginning of the quarter	NIL			
Received during the quarter	NIL			
Disposed of during the quarter	NIL			
Remaining unresolved at the end of the quarter	NIL			



NOTES

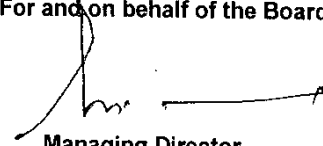
1. The Company having negative networth, is a sick industrial company under the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA). The Rehabilitation Scheme (the Scheme) sanctioned by the Board for Industrial and Financial Reconstruction (BIFR) is under implementation. Considering this, the accounts of the Company has been prepared on going concern basis.
2. The qualifications in the Auditors' Report excepting those covered in other paras, which are having impact on the results for the quarter ended 31.12.2014 have been dealt with as follows :
  - (a) Managerial remuneration of Rs.769.25 lacs till 31st December, 2014 (including Rs.49.95 lacs for the quarter and Rs.41.62 lacs and Rs.44.85 lacs for the quarters ended on 30<sup>th</sup> September, 2014 and 31st December, 2013 respectively and Rs.196.68 lacs for the year ended 30<sup>th</sup> September, 2014) included under employee benefits expense are subject to the approval of the Central Government.
  - (b) Rs.3467.81 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.
  - (c) Certain debit and credit balances including advances, trade receivables, trade payables and other liabilities are subject to confirmation and reconciliation thereof.
3. 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 period from 1<sup>st</sup> April 2014 to 31<sup>st</sup> December 2014 has been recognized based on the rates prevailing till 31.3.2014. Impact of the revision for the said period will be given effect to on determination of the amount.
4. Certain secured lenders have disputed the repayment terms and the Company has replied to the demands/disputes raised by them. In certain cases these are pending before adjudicating authorities. Pending resolution of the matters, no further adjustments excepting interest in terms of the Scheme as sanctioned by BIFR, has been considered necessary.
5. Depreciation has been provided at the rates and policy followed in this respect in the previous year. The Company is in the process of evaluating the useful life of the fixed assets as per Part C of Schedule II of the Companies Act, 2013 and impact in this respect will be ascertained and given effect to in subsequent quarters of the current financial year.
6. Finance cost for the quarter ended 31<sup>st</sup> December, 2013 is net of Rs.228 lacs being excess interest provided in earlier period.
7. 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.
8. (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.
9. 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 13<sup>th</sup> February, 2015.
10. The statutory auditors have carried out a limited review of the financial results for the quarter ended 31.12.2014.



11. Previous year / periods' figures have been rearranged / regrouped / reclassified wherever necessary.

Kolkata  
Dated: 13th February, 2015

For and on behalf of the Board



Managing Director

