

Manubhai & Shah

Chartered Accountants

(Formerly Manubhai & Co.)

INDEPENDENT AUDITOR'S REVIEW REPORT

To,
The Board of Directors,
GUJARAT SIDHEE CEMENT LIMITED

We have reviewed the accompanying statement of un-audited financial results of **GUJARAT SIDHEE CEMENT LIMITED** ('the Company') for first quarter and three months period ended 30th June, 2014 except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been audited by us. This statement is the responsibility of Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement 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. A review of interim financial information consist of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standard on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards issued under Companies (Accounting Standard) Rules, 2006, which continue to apply under Section 133 of the Companies Act, 2013, read with Rules 7 under 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.

For, **Manubhai & Shah**
Chartered Accountants
Firm Registration No.: 106041 W

K C Patel

(K C Patel)
Partner
Membership No.: 30083

Place : Mumbai

Date : 5th August, 2014



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GUJARAT SIDHEE CEMENT LIMITED

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UNAUDITED FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED JUNE 30, 2014

| | Particulars | Three Months ended | | | Year ended |
|----|---|--|---|------------------------------|-----------------------------|
| | | June 30, 2014 (Unaudited) | March 31, 2014 (Unaudited) See Note 3 | June 30, 2013 (Unaudited) | March 31, 2014 (Audited) |
| | | Rs. in lacs | Rs. in lacs | Rs. in lacs | Rs. in lacs |
| 1 | Income from Operations : | | | | |
| a | Gross Sales | 14,680.25 | 14,781.54 | 10,564.69 | 45,568.91 |
| | Less : Excise Duty | 1,680.80 | 1,635.48 | 1,197.44 | 4,845.31 |
| | Net Sales | 12,999.45 | 13,146.06 | 9,367.25 | 40,723.60 |
| b | Other Operating Income | 25.13 | 108.85 | 64.85 | 251.32 |
| | Total Income from Operations (net) | 13,024.58 | 13,254.91 | 9,432.10 | 40,974.92 |
| 2 | Expenses : | | | | |
| a | Cost of materials consumed | 1,641.77 | 1,528.66 | 1,336.09 | 5,074.49 |
| b | Changes in inventories of finished goods, work-in-progress and stock-in-trade | (696.56) | (343.32) | (10.22) | 537.78 |
| c | Employee benefit expenses | 715.38 | 706.95 | 602.22 | 2,680.73 |
| d | Depreciation and amortisation expenses | 319.88 | 207.12 | 167.33 | 766.29 |
| e | Stores and repairs expenses | 722.52 | 389.68 | 570.95 | 3,772.78 |
| f | Freight expenses | 2,133.41 | 2,120.69 | 1,391.72 | 6,576.81 |
| g | Power and fuel expenses | 5,963.11 | 5,639.29 | 4,032.02 | 17,687.41 |
| h | Other expenses relating to operations | 1,022.52 | 1,117.67 | 1,099.47 | 4,355.36 |
| | Total Expenses | 11,822.03 | 11,366.74 | 9,189.58 | 41,451.65 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2) | 1,202.55 | 1,888.17 | 242.52 | (476.73) |
| 4 | Other Income | 114.37 | 395.11 | 150.22 | 817.00 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | 1,316.92 | 2,283.28 | 392.74 | 340.27 |
| 6 | Finance costs | 42.27 | 81.42 | 34.60 | 299.53 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6) | 1,274.65 | 2,201.86 | 358.14 | 40.74 |
| 8 | Exceptional Items | - | - | - | - |
| 9 | Profit / (Loss) from ordinary activities before tax (7+8) | 1,274.65 | 2,201.86 | 358.14 | 40.74 |
| 10 | Tax Expense | | | | |
| | - Income Tax Current / MAT | 267.17 | 208.60 | 120.00 | 208.60 |
| | - MAT Credit Entitlement | (182.40) | (208.60) | - | (208.60) |
| | - Deferred Tax Adjustments | 354.66 | 698.90 | 7.05 | 313.12 |
| | Total Tax Expenses | 439.43 | 698.90 | 127.05 | 313.12 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9-10) | 835.22 | 1,502.96 | 231.09 | (272.38) |
| 12 | Paid up Equity Share Capital (Face value of Rs. 10 each) | 4,120.69 | 3,620.69 | 3,620.69 | 3,620.69 |
| 13 | Reserves excluding Revaluation Reserves (As per balance sheet of previous accounting year) | | | | 10,284.43 |
| 14 | Basic Earnings per share of Rs. 10 each (not annualised) | 2.03 | 4.16 | 0.64 | (0.75) |
| 15 | Diluted Earnings per share of Rs. 10 each (not annualised) | 2.03 | 4.15 | 0.64 | (0.75) |
| A | PARTICULARS OF SHAREHOLDING : | | | | |
| 1 | Public shareholding | | | | |
| | - Number of shares* | 2,40,88,078 | 2,37,13,478 | 2,32,72,989 | 2,37,13,478 |
| | - Percentage of Shareholding | 58.53% | 65.59% | 64.37% | 65.59% |
| 2 | Promoters and Promoter group Shareholding : | | | | |
| a | Pledged/Encumbered | | | | |
| | - Number of shares | 10,73,098 | 14,84,422 | 18,89,412 | 14,84,422 |
| | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 6.29% | 11.93% | 14.67% | 11.93% |
| | -Percentage of shares (as a % of total share capital of the Company) | 2.61% | 4.11% | 5.23% | 4.11% |
| b | Non-encumbered | | | | |
| | - Number of shares | 1,59,92,676 | 1,09,55,952 | 1,09,91,451 | 1,09,55,952 |
| | -Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 93.71% | 88.07% | 85.33% | 88.07% |
| | -Percentage of shares (as a % of total share capital of the Company) | 38.86% | 30.30% | 30.40% | 30.30% |
| B | INVESTOR COMPLAINTS : | For the quarter ended June 30, 2014 | | | |
| | Pending at the beginning of the quarter | | 1 | | |
| | Received during the quarter | | 14 | | |
| | Disposed of during the quarter | | 12 | | |
| | Remaining unresolved at the end of the quarter | | 3 | | |

* does not include 10,35,912 shares in the name of lender pledged by the promoters.



Notes :

- 1 The Company has only one business segment i.e. 'Cement/Clinker'.
- 2 During the quarter, the Company has revised depreciation rate on fixed assets as per the useful life specified in Schedule II of the Companies Act, 2013 or assessed by the Company. Based on current estimates, depreciation of Rs. 157.99 Lacs on account of assets whose useful life has already exhausted as on April 1, 2014 and deferred tax of Rs. 53.70 lacs thereon has been adjusted to Opening balance of Profit & Loss Account.

Had there not been any change in useful life of assets, depreciation for the quarter would have been lower by Rs. 88.16 Lacs.

- 3 The figures for the quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of that financial year.
- 4 The above unaudited Financial Results for the first quarter ended June 30, 2014 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 5, 2014.

Place : Mumbai
Dated : August 5, 2014



By Order of the Board
For Gujarat Sidhee Cement Limited

(M. S. Gilotra)
Managing Director

