THE INDIA CEMENTS LIMITED
Registered Office:"Dhun Building", 827, Anna Salai, Chennai 600 002.
Corporate Office:Coromandel Towers, 93, Santhome High Road, Chennai 600 028.
Website: www.indiacements.co.in Email ID: investor@indiacements.co.in CIN: L26942TN1946PLC000931

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2014

(Rs. in Crore)

Sl.No.	PART I Particulars	3 Months ended 30-Jun-14 Unaudited	 31-Mar-14 Unaudited	 30-Jun-13 Unaudited	Year ended 31-Mar-14 Audited
1	**Income from Operations**				
	a. Net Sales/Income from Operations (Net of excise duty)	1226.24	1080.06	1238.35	4440.88
	b. Other Operating Income	2.17	44.61	2.37	55.93
	Total Income from operations (net)	**1228.41**	**1124.67**	**1240.72**	**4496.81**
2	**Expenses**				
	(a) Cost of Materials consumed	153.32	159.11	159.03	605.45
	(b) Purchase of stock-in-trade				
	(c) Changes in inventories of finished goods, work in progress and stock-in-trade	43.12	(7.12)	(14.66)	(31.06)
	(d) Employee benefits expense	78.15	104.92	83.96	351.31
	(e) Power and Fuel	304.52	344.97	330.12	1276.24
	(f) Transportation & Handling	255.56	272.92	265.03	1009.09
	(g) Depreciation and Amortisation expense	66.21	71.61	67.95	276.39
	(h) Other expenses	233.78	131.09	223.83	692.71
	Total Expenses	**1134.66**	**1077.50**	**1115.26**	**4180.13**
3	**Profit/(Loss) from operations before Other Income, finance cost & exceptional Items (1-2)**	**93.75**	**47.17**	**125.46**	**316.68**
4	Other Income	0.03	0.04	0.15	1.12
5	**Profit/(Loss) from ordinary activities before finance cost and exceptional Items (3+4)**	**93.78**	**47.21**	**125.61**	**317.80**
6	Finance cost	96.74	77.77	99.88	353.65
7	**Profit/ (Loss) from ordinary activities after finance cost but before exceptional Items (5-6)**	**(2.96)**	**(30.56)**	**25.73**	**(35.85)**
8	a Exceptional Items		126.56		126.56
	b Profit/(Loss) after Exceptional Items	(2.96)	(157.12)	25.73	(162.41)
	c Transfer from General Reserve		126.56		126.56
9	**Profit/(Loss) from Ordinary activities before tax (7-8)**	**(2.96)**	**(30.56)**	**25.73**	**(35.85)**
10	Tax Expenses				
	- Current Tax			9.87	
	- Deferred Tax			(0.96)	
11	**Net Profit/ (Loss) from Ordinary activities after tax (9-10)**	**(2.96)**	**(30.56)**	**16.82**	**(35.85)**
12	Extraordinary items (net of tax expense)				
13	**Net Profit/ (Loss) for the period (11-12)**	**(2.96)**	**(30.56)**	**16.82**	**(35.85)**
14	Paid-up Equity Share Capital (Face Value Rs.10/-)	307.18	307.18	307.18	307.18
15	Reserves excluding revaluation reserve				3186.11
16	Earnings Per Share (EPS) (In Rs) (not annualised)				
	- Basic and Diluted	(0.10)	(0.99)	0.55	(1.17)

	PART II Particulars	3 Months Ended 30-Jun-14	 31-Mar-14	 30-Jun-13	Year ended 31-Mar-14
A	**PARTICULARS OF SHAREHOLDING**				
1	Public Share holding*				
	- Number of Shares	214470240	211502827	208367764	211502827
	- Percentage of shareholding	69.82	68.86	67.83	68.86
	* Excluding 5982044 shares 1.95 % of GDR/GDS holders				
2	Promoters and Promoter Group Shareholding				
	a) Pledged /Encumbered				
	- Number of Shares	66100625	66100625	61500625	66100625
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	76.22	76.22	70.91	76.22
	- Percentage of Shares (as a % of the total share capital of the company)	21.52	21.52	20.02	21.52
	b) Non-encumbered				
	- Number of Shares	20625748	20625748	25225748	20625748
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	23.78	23.78	29.09	23.78
	- Percentage of Shares (as a % of the total share capital of the company)	6.71	6.71	8.21	6.71

	Particulars	3 months ended 30-Jun 14
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	27
	Disposed of during the quarter	27
	Remaining unresolved at the end of the quarter	Nil

For THE INDIA CEMENTS LIMITED

G. BALAKRISHNAN
SR. PRESIDENT & COMPANY SECRETARY

Notes:

1 The unudited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at the meetings held on 7th August '14.
2 The Company is primarily engaged in manufacturing and marketing of cement.
3 Income from operations includes (a) Income from franchise of Indian Premier League and (b) Ship charter freight earnings.
4 Ship Chartering is not a reportable segment in terms of Accounting Standard 17 'Segment Reporting'.
5 The Managerial Remuneration paid during the year 2013-14 and debited in the Financial Statements has exceeded the limits prescribed in the Companies Act due to the inadequacy of profits. The Company is seeking approval of the shareholders and the Central Government for the same; the statuory auditors have qualified this in their audit report.

6 (a) In accordance with the requirement of Part C of Schedule II to Compaies Act 2013, the carrying value of depreciable assets has been adjusted based on the useful life of asset resulting in adjustement of Rs. 232.66 Crores against the retained earnings. The depreciation charge for the current quarter is lower by Rs 2.58 crores due to adoption of new rates of depreciation.

(b) Pending Clarification in the matter, the incremental depreciation on revaluation of assets for the quarter amounting to Rs.13.23 crores, as in the past, continues to be drawn from revaluation reserve. The Auditors have drawn attention to this matter in their Limited Review Report.

7 The Board of Directors have approved a Scheme of Amalgamation and Arrangement between Trinetra Cement Limited and Trishul Concrete Products Limited (Collectively referred to as Transferor Companies) with the Company and its Shareholders under Sections 391 to 394 of the Companies Act, 1956 (or such applicable provisions of the Companies Act, 2013). The Company has filed the Scheme with the Stock Exchanges/SEBI for approval.

8 Exceptional Item during the Quarter/Year ended March 31, 2014:-in regard to which the auditors have qualified their Report.

(a) The Company had received demands for fuel surcharge adjustment (FSA) from various Andhra Pradesh Electricity Distribution Companies (DISCOMS) pursuant to clause 45B of the Andhra Pradesh Electricity Regulatory Commission (Conduct of Business Amendment) Regulations 2003, (FSA Regulations). The levy has been subject matter of challenge ever since the DISCOMS made their claim in the year 2010 in respect of the period 2008-2009 onwards. The challenge with respect to 2008-2009 and 2009-2010 were initially accepted by a single judge of the Andhra

(b) The Company's debts were restructured under Corporate Debt Restructuring Scheme (CDR) effective 1st January, 2003. Pursuant to the said CDR Scheme, the lenders are eligible to claim Right of Recompense (ROR). The Company has incurred a cost of Rs. 57.13 crores towards ROR.

(c) The items of expenditure stated in (a) and (b) above amounting to Rs.69.43 Crores and Rs.57.13 Crores respectively are dealt with in the statement of Profit and Loss during the quarter/year ended March 31,2014 by drawing a similar amount from Reserves as envisaged in the Scheme of Amalgamation, approved by the Board (Refer clause 8 above), pending approval of Honourable High Court of Madras and other statutory authorities including SEBI. The above treatment would also be reflected in the amalgamated accounts upon approval of the Scheme by

9 The Competition Commission of India(CCI) passed an Order dated 20th June 2012 alleging contravention of the provisions of The Competition Act 2002, by certain cement manufacturers including the Company and imposed a penalty of Rs.187.48 crore. Based on the advice of an eminent counsel, the company has filed an appeal before the Competition Appellate Tribunal against the said Order and hence no provision is presently considered necessary in the accounts.The company has during the year 2013-14 deposited Rs.18.75 crore,based on the interim order passed by the Tribunal as a condition precedent for grant of stay; the said payment has been grouped under Advances.The Auditors have drawn attention to this matter in there Limited Review Report

10 The Company has received a demand from Andhra Pradesh (AP) Commericial Tax Authorities demanding a sum of Rs.177 Crores on Stock Transfer of material to other states. The Company has challenged the demand in the High Court of AP. The High Court of AP has granted a stay of the demand on the condition that the Company deposits a sum of Rs.50 Crores within 60 days i.e., before 7th September 2014.Hence no provision is made in the Accounts.

11 The previous periods' figures have been regrouped to conform to current periods' required classification.

12 The Statutory auditors have carried out a limited review of the above financial results.

for THE INDIA CEMENTS LIMITED

Chennai
7th August 2014

N.SRINIVASAN
Vice Chairman & Managing Director

For THE INDIA CEMENTS LIMITED

G. BALAKRISHNAN
SR. PRESIDENT & COMPANY SECRETARY

P.S.SUBRAMANIA IYER & CO.
Chartered Accountants
103, P.S.Sivaswamy Salai,
Mylapore,
Chennai-600 004.

BRAHMAYYA & CO.,
Chartered Accountants
48, Masilamani Road,
Balaji Nagar, Royapettah,
Chennai – 600 014

Limited Review Report on Quarterly Financial results of the Company Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors
The India Cements Limited

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of The India Cements Limited ('the Company') for the quarter ended June 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. 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. Based on our review conducted as above and ***except for the matters specified in paragraphs 4 and 5*** , nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Accounting Standards specified under the Companies Act, 1956(which are deemed to be applicable as per 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.

4. ***As referred to in Note no 5 of the notes accompanying the statement of financial results, during the financial year 2013-14, the company paid Rs.779.81 lakhs as managerial remuneration to its directors, which is in excess of the limits specified under the Companies Act, 1956 amounting to Rs683.81 lakhs. The excess remuneration paid is subject to approval by Shareholders and Central Government.***

5. ***As referred to in Note no 8 of the notes accompanying the statement of financial results, during the financial year 2103-14 the Company contemplated a Scheme of Amalgamation approved by the Board of directors with effective date being 1st January 2014 is pending approval from Statutory/Regulatory authorities and the High Court of Chennai. The said***

SUBRAMANIA IYER & CO. New No.103, (Old No. 57/2), P.S. Sivaswamy Salai, Mylapore, Chennai-600 004 CHARTERED ACCOUNTANTS

BRAHMAYYA & CO. CHENNAI INDIA CHARTERED ACCOUNTANTS

scheme envisaged adjustment of expenses and/or losses identified by the Board of Directors, which are otherwise required to be debited to the Statement of profit and loss by a corresponding withdrawal from General Reserve amounting to Rs12655.76 lakhs. Had such expenses been write off and has not been met from General Reserve, the Company would have reflected a loss after tax, for the previous financial year, of Rs 16,240.36 lakhs and consequential effect on the General Reserves would have been higher by Rs 12,655.76 lakhs

6. Without qualifying our review conclusions, attention is invited to

   a. As referred to in Note no 6 of the notes accompanying the statement of financial results, which explains the implementation of Schedule II of Companies Act 2013 and adopted new useful life in respect of fixed assets. In regard to depreciation on revalued assets, the company continued its existing practice of dealing with incremental depreciation by drawing a similar amount from Revaluation reserves amounting to Rs.13.23 crores. Had the company not drawn the said amount from revaluation reserve, the loss for the quarter would have been higher by Rs.13.23 crores with a corresponding impact on the retained earnings

   b. As referred to in Note no 9 of the notes accompanying the statement of financial results, regarding the appeal filed by the company against the order of the Competition Commission of India (CCI), imposing a penalty of Rs.18,748 lakhs before the Competition Appellate Tribunal concerning the alleged contravention of provisions of Competition Act 2002. CCI in its interim order dated 17th May, 2013 directed the company to pay 10% of the imposed penalty. The Company is advised by legal experts that it has good case before appellate tribunal and accordingly no provision has been considered necessary by the company in this regard.

For P S SUBRAMANIA IYER & Co.,
Chartered Accountants
Firm Regn No: 004104S

V SWAMINATHAN
Partner
Membership No.22276

For BRAHMAYYA & Co.,
Chartered Accountants
Firm Regn No: 000511S

N SRIKRISHNA
Partner
Membership No.26575

Place: **Chennai**
Date: 7th August, 2014