



**REVIEW REPORT TO THE BOARD OF DIRECTORS OF KALINDEE RAIL NIRMAN
(ENGINEERS) LIMITED**

We have reviewed the accompanying statement of Unaudited Financial Results of Kalindee Rail Nirman (Engineers) Limited for the period ended June 30, 2014. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, engagements to Review Financial Statements 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.

Based on our review conducted as above, 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 standards¹ 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 Amit Goyal & Co.
Chartered Accountants
Firm Reg. No. 003778C

Abhishek Sharma

(ABHISHEK SHARMA)
Partner

M.No. 077854

Place: Jaipur

Date: July 23, 2014



¹ The Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 and/ or Accounting Standards issued by Institute of Chartered Accountants of India.



Unaudited Financial Results for the Quarter ended 30th June, 2014

(Rs. In Lakhs)

S.N.	Particulars	3 months ended (30/06/2014) (Unaudited)	3 months ended (31/03/2014) (Audited)	Corresponding 3 months ended (30/06/2013) (Unaudited)	Previous year ended (31/03/2014) (Audited)
PART - I					
1	INCOME FROM OPERATION				
	(a) Net Sales / Income from Operations (Net of excise duty)	4,795.36	10,008.56	4,137.87	25,398.52
	(b) Other Operating Income		107.71		166.67
	TOTAL INCOME FROM OPERATIONS (NET)	4,795.36	10,116.27	4,137.87	25,565.19
2	EXPENSES				
	A) Cost of materials consumed (incl. services)		-	-	-
	B) Purchase of traded goods	2,146.42	2,512.52	2,092.99	9,428.10
	C) (Increase) / Decrease in stock in trade and work in progress	28.59	2,938.72	389.00	3,891.12
	D) Employees benefit expense	339.40	47.55	246.28	1,229.45
	E) Depreciation and amortisation expense	45.54	69.51	35.00	150.73
	F) Other expenditure	1,987.87	3,885.21	2,290.23	11,157.71
	TOTAL EXPENSES	4,547.82	9,453.51	5,053.50	25,857.10
3	Profit / (Loss) from Operations before Other Income & Finance cost (1-2)	247.54	662.76	(915.63)	(291.91)
4	OTHER INCOME	49.43	264.84	70.00	452.08
5	Profit / (Loss) from Ordinary Activities before Finance cost (3+4)	296.97	927.60	(845.63)	160.17
6	FINANCE COST	450.29	72.28	311.03	1,280.18
7	Profit / (Loss) from Ordinary Activities before tax (5-6)	(153.32)	855.32	(1,156.66)	(1,120.01)
8	TAX EXPENSE				
	a) Current tax	-	-	-	-
	b) Deferred tax	-	(409.45)	-	(409.45)
	c) Previous year tax	-	-	-	-
9	Net Profit / (Loss) from Ordinary Activities after tax (7-8)	(153.32)	1,264.77	(1,156.66)	(710.56)
10	Extraordinary Item (net of tax expense)	-	-	-	-
11	Net Profit / (Loss) for the period (9-10)	(153.32)	1,264.77	(1,156.66)	(710.56)
12	Paid-up equity share capital (Face Value Rs. 10 per share)	1,650.76	1,650.76	1,239.72	1,650.76
13	Reserve (Excluding Revaluation Reserves as per balance sheet of previous accounting year)	15,419.87	15,573.18	12,861.02	15,573.18
14	EARNING PER SHARE (EPS) (Rs. 10/- each) (not to be annualized)				
	a) Basic	(0.93)	7.66	(9.33)	(4.77)
	b) Diluted	(0.93)	7.66	(9.33)	(4.77)
PART - II					
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	- No. of Shares	8,392,719	8,392,719	10,448,537	8,392,719
	- Percentage of shareholding	50.84%	50.84%	84.28%	50.84%
2	Promoters and Promoter Group Shareholding	8,114,878	8,114,878	1,948,660	8,114,878
	a) Pledged / Encumbered				
	- Number of Shares	796,355	796,355	796,355	796,355
	- Percentage of Shares (as % of the total Shareholding of promoter and promoter group)	9.81%	9.81%	40.87%	9.81%
	- Percentage of Shares (as % of the total Share capital of the company)	4.82%	4.82%	6.42%	4.82%
	a) Non-Encumbered				
	- Number of Shares	7,318,523	7,318,523	1,152,305	7,318,523
	- Percentage of shares (as a% of the total shareholding of promoter and promoter group)	90.19%	90.19%	59.13%	90.19%
	- Percentage of shares (as a% of the total share capital of the company)	44.33%	44.33%	9.29%	44.33%
B	INVESTORS COMPLAINTS				
	Pending at the beginning of the quarter	-	-	-	-
	Received during the quarter	-	2	4	2
	Disposed during the quarter	-	2	3	2
	Remaining unresolved at the end of the year	-	-	1	-

Notes:-

- (1) This statement has been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on 25th July, 2014.
- (2) The above results have been reviewed by the Statutory Auditors as required under clause 41 of the listing agreement.
- (3) The proposed merger with Texmaco Rail will enable the company to offer a total rail solution.
- (4) Previous year's figures have been re-grouped / re-arranged wherever necessary.
- (5) The Rail Budget has put special emphasis on development of rail sector by providing it a high priority. The long awaited Eastern and Western Corridor has also been put on fast track. This augurs well for the Company

For and on behalf of the Board

Sandeep Fuller

Sandeep Fuller
Managing Director

Place : Gurgaon
Date : 25th July, 2014