

**KAR MOBILES LIMITED**

Regd. Office: "MAITHRI", 132, Cathedral Road, Chennai - 600 086

Visit us at : www.rane.co.in

CIN.: L85110TN1936PLC071646

**Statement of Unaudited Results for the quarter and six months ended September 30, 2014**

Part - I		(Rs. in Lakhs)					
Sl No	Particulars	Quarter Ended			Half Year Ended		Financial Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)			(Unaudited)		(Audited)
1	<b>Income from operations</b>						
	a) Net Sales/ Income from operations (Net of excise duty)	3,266.43	2,877.63	2,968.67	6,144.06	5,888.23	11762.20
	b) Other Operating Income	54.09	48.10	66.49	102.19	115.33	234.78
	<b>Total income from operations ( Net )</b>	<b>3,320.52</b>	<b>2,925.73</b>	<b>3,035.16</b>	<b>6,246.25</b>	<b>6,003.56</b>	<b>11996.98</b>
2	<b>Expenses:</b>						
	a) Cost of materials consumed	1,472.74	1,279.14	1,292.39	2,751.88	2,517.91	4,910.84
	b) Changes in inventories of finished goods, work in progress and stock -in-trade	(96.21)	(18.92)	(36.36)	(115.13)	13.13	21.99
	c) Employee benefits expense	773.85	755.38	764.48	1,529.23	1,459.10	2,847.10
	d) Depreciation and amortisation expense	129.20	129.41	92.22	258.61	185.18	380.37
	e) Other expenses	935.52	764.71	985.97	1,700.23	1,853.88	3,376.54
	<b>Total Expenses</b>	<b>3,215.10</b>	<b>2,909.72</b>	<b>3,098.70</b>	<b>6,124.82</b>	<b>6,029.20</b>	<b>11536.84</b>
3	Profit from operations before other income, finance cost & exceptional items (1 - 2)	105.42	16.01	(63.54)	121.43	(25.64)	460.14
4	Other Income	23.88	38.88	3.57	62.76	6.96	20.12
5	<b>Profit from ordinary activities before finance cost &amp; exceptional items (3 + 4)</b>	<b>129.30</b>	<b>54.89</b>	<b>(59.97)</b>	<b>184.19</b>	<b>(18.68)</b>	<b>480.26</b>
6	Finance cost	80.37	67.02	45.58	147.39	131.11	273.40
7	Profit from ordinary activities after finance cost but before exceptional items (5 - 6)	48.93	(12.13)	(105.55)	36.80	(149.79)	206.86
8	Exceptional items	-	-	-	-	-	-
9	<b>Profit / (Loss) from ordinary activities before tax (7 + 8)</b>	<b>48.93</b>	<b>(12.13)</b>	<b>(105.55)</b>	<b>36.80</b>	<b>(149.79)</b>	<b>206.86</b>
10	Tax expense	18.22	(3.59)	(39.70)	14.63	(45.52)	69.03
11	<b>Net Profit / (Loss) from ordinary activities after tax ( 9 - 10 )</b>	<b>30.71</b>	<b>(8.54)</b>	<b>(65.85)</b>	<b>22.17</b>	<b>(104.27)</b>	<b>137.83</b>
12	Extraordinary item ( net of tax expense Rs. Nil )	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period ( 11 - 12 )</b>	<b>30.71</b>	<b>(8.54)</b>	<b>(65.85)</b>	<b>22.17</b>	<b>(104.27)</b>	<b>137.83</b>
14	Paid-up equity share capital (Face value of Rs.10/- per share)	224.00	224.00	224.00	224.00	224.00	224.00
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						2907.81
16	<b>Earnings per share (of Rs 10/-each) (not annualised) (Amount in Rs.)</b>						
	(a) Basic	1.37	(0.38)	(2.94)	0.99	(4.65)	6.15
	(b) Diluted	1.37	(0.38)	(2.94)	0.99	(4.65)	6.15
Part - II							
A	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public Shareholding						
	- Number of shares	12,66,847	12,61,213	12,64,013	12,66,847	12,64,013	12,62,013
	- Percentage of Shareholding	56.56%	56.30%	56.43%	56.56%	56.43%	56.34%
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares ( as a % of the total shareholding of promoter and promoter group )	-	-	-	-	-	-
	- Percentage of shares ( as a % of the total share Capital of the Company )	-	-	-	-	-	-
	b) Non - encumbered						
	- Number of Shares	9,73,153	9,78,787	9,75,987	9,73,153	9,75,987	9,77,987
	- Percentage of shares ( as a % of the total shareholding of promoter and promoter group )	100%	100%	100%	100%	100%	100%
	- Percentage of shares ( as a % of the total share Capital of the Company )	43.44%	43.70%	43.57%	43.44%	43.57%	43.66%

		3 months ended 30.09.2014 (Nos)
B	<b>INVESTOR COMPLAINTS</b>	
	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



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**Notes:**

(Rs. in Lakhs)

**1. Statement of Assets and Liabilities**

Particulars		As at 30-09-2014	As at 31-03-2014
		(Unaudited)	(Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	Shareholders' funds		
	(a) Share Capital	224.00	224.00
	(b) Reserves and Surplus	2876.49	2907.81
	<b>Sub-total - Shareholders' funds</b>	<b>3100.49</b>	<b>3131.81</b>
2	Non-current liabilities		
	(a) Long-term borrowings	730.35	664.70
	(b) Deferred tax liabilities (net)	91.11	144.36
	(c) Long term provisions	600.95	586.99
	<b>Sub-total - Non current liabilities</b>	<b>1422.41</b>	<b>1396.05</b>
3	Current liabilities		
	(a) Short term borrowings	1927.29	1880.56
	(b) Trade payables	1729.45	1534.29
	(c) Other current liabilities	752.38	794.90
	(d) Short-term provisions	55.20	121.80
	<b>Sub-total -Current liabilities</b>	<b>4464.32</b>	<b>4331.55</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8987.22</b>	<b>8869.41</b>
<b>B</b>	<b>ASSETS</b>		
1	Non-current assets		
	(a) Fixed assets	3757.38	3811.03
	(b) Long term loans and advances	291.57	335.36
	<b>Sub-total - Non current assets</b>	<b>4048.95</b>	<b>4146.39</b>
2	Current assets		
	(a) Current investments	0.00	0.00
	(b) Inventories	1588.13	1500.61
	(c) Trade receivables	2887.25	2722.52
	(d) Cash and cash equivalents	31.59	24.31
	(e) Short term loans and advances	242.71	173.62
	(f) Other current assets	188.59	291.96
	<b>Sub-total -Current assets</b>	<b>4938.27</b>	<b>4713.02</b>
	<b>TOTAL ASSETS</b>	<b>8987.22</b>	<b>8869.41</b>

2 The above results and statement of assets and liabilities have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 24, 2014. The same were subjected to limited review by the Statutory Auditors.

3 During the quarter ended September 30, 2014, based on Schedule II of the Companies Act, 2013, the management reassessed the remaining useful life of assets with effect from April 1, 2014. Accordingly, the useful life of certain assets required a change from the previous estimates. If the Company had continued with the previously assessed useful lives, charge for depreciation for the quarter ended and half year ended September 30, 2014 would have been lower by Rs.30.37 Lakhs and Rs.61.26 Lakhs respectively for the assets held as at April 1, 2014. Further, an amount of Rs.30.88 Lakhs has been adjusted against the opening balance of Retained Earnings (net of Deferred Tax Credit of Rs.14.83 Lakhs) as on that date, in respect of the residual value of assets wherein the remaining useful life has become 'NIL'.

4 Previous period figures have been regrouped wherever necessary to conform to current period's presentation.

5 The company operates only in one segment, namely, components for transportation industry.

6 Dividend of Rs.2.50 per equity share declared by the shareholders at the Annual General Meeting on July 25, 2014 for the year ended March 31, 2014 was paid on August 1, 2014.

7 During the quarter, the company has received requisite 'no objection' approvals from Madras Stock Exchange Limited and Bangalore Stock Exchange Limited for the scheme of amalgamation to merge the company with Rane Engine Valve Limited with the appointed date as April 1, 2014. The above scheme shall be subject to approvals and consents of the other regulatory authorities concerned, Honourable High Court of Madras and that of the respective Shareholders / Creditors.

For Kar Mobiles Limited

L. Ganesh  
ChairmanChennai  
October 24, 2014As per our separate report of even date attached  
For Varma & Varma  
Chartered Accountants  
FRN. 004532SGeorge Mathew  
Partner  
M.No.209645  
Chennai

*Varma & Varma*  
*Chartered Accountants*

**LIMITED REVIEW REPORT**

To,  
The Board of Directors,  
Kar Mobiles Limited,  
R.O. 'Maithri', 132,  
Cathedral Road,  
Chennai - 600 086

We have reviewed the accompanying Statement of Unaudited Financial Results of **KAR MOBILES LIMITED** "the company" for the period ended 30<sup>th</sup> September, 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.

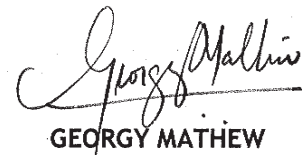
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to 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 provides 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 standards and other recognised 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.

Place : Chennai  
Date : 24.10.2014



For VARMA & VARMA  
Chartered Accountants  
FRN 0045325

  
GEORGY MATHEW

Partner  
M. No. 209645

# Kar Mobiles Limited

## 2014 – 2015 - Q II Press Release

### Financial Highlights for the quarter ended 30<sup>th</sup> September 2014:-

- Sales & Operating Income at Rs.33.21 Crores up by 9% over same quarter last year.
- EBITDA at Rs.2.59 Crores
- Profit Before Tax at Rs.0.49 Crores

Kar Mobiles Limited, (Bangalore Stock Exchange Ltd. Listing Code - KARMOBILES, Madras Stock Exchange Limited, Listing Code – KMB and BSE IndoNext code - 590053), a part of Rane Group and a leading auto components manufacturer of large engine valves for Automotive & Marine applications, announced its financial results today for the quarter ended September 30, 2014.

The Automobile market showed some signs of improvement in Passenger Car and Multi-Utility Vehicles segments. It is to be seen if a positive blip shown in M&HCV segment is beginning of an improvement cycle. However as of now M&HCV trend does not yet look positive.

The Company registered Sales & Operating Income of Rs.33.21 Crores for the current quarter as against Rs.30.35 Crores for the same quarter of the previous year. Sales of KML in the Domestic OE, Aftermarket, Railways and Defence and Export market grew by 2%, 9%, 69% & 10% respectively over the same quarter last year.

The summary of financial performance is given below:-

(Rs. Crores)

	Quarter ended		Half Year Ended	
	2014-2015	2013-2014	2014-2015	2013-2014
Sales and Operating Revenues	33.21	30.35	62.46	60.04
EBITDA	2.59	0.32	4.43	1.67
Profit / (Loss) before Tax	0.49	(1.06)	0.37	(1.50)
Profit / (Loss) After Tax	0.31	(0.66)	0.22	(1.04)