



TO  
THE BOARD OF DIRECTORS  
KEERTHI INDUSTRIES LIMITED  
HYDERABAD

**REVIEW REPORT ON FINANCIAL INFORMATION OF KEERTHI INDUSTRIES LIMITED  
FOR THE QUARTER AND NINE MONTHS ENDED 31<sup>st</sup> DECEMBER 2013 TO BE  
SUBMITTED TO STOCK EXCHANGES**

We have reviewed the accompanying statement of unaudited financial results of **KEERTHI INDUSTRIES LIMITED**, Plot No.40, IDA, Balanagar, Hyderabad – 500 037, (A.P), for the Quarter and Nine months ended 31<sup>st</sup> December 2013 except for the disclosures regarding “Public Shareholding and Promoter Group Shareholding” which have been traced from the disclosures made by the management and have not been audited by us. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the terms of Clause 41 of the Listing Agreement entered into by the said Entity with Stock Exchanges. Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**


We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists 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 Standards 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.

**Conclusion**

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Interim Financial Information has not been prepared in all material respects, in accordance with and in terms of Clause 41 of the Listing Agreements with the Stock exchanges and has not disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad  
Date: 08.02.2014

For K.S.RAO & CO.  
Chartered Accountants  
Firm Regn.No.003109S

  
(P.GOVARDHANA REDDY)  
Partner  
Membership No. 029193

**KEERTHI INDUSTRIES LIMITED**

Regd. Office: Mellacheruvu Village &amp; Mandal,

Nalgonda Dist. A.P. Pin: 508246

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND NINE MONTHS ENDED 31 ST DECEMBER 2013**

PART I							(Rs. In Lakhs)
Particulars	3 months ended 31.12.2013 (Unaudited)	Preceding 3 months ended 30.09.2013 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2012 (Unaudited)	Year to Date figures for current period 01.04.2013 to 31.12.2013 (Unaudited)	Year to Date figures for previous period 01.04.2012 to 31.12.2012 (Unaudited)	Previous year ended 31.03.2013 (Audited)	
<b>1. a. Net Sales/Income from Operations</b>	2535.63	2558.85	2432.53	7601.11	6840.23	9118.74	
b. Other Operating Income							
<b>Total (a+b)</b>	2535.63	2558.85	2432.53	7601.11	6840.23	9118.74	
<b>2. Expenditure</b>							
a. (Increase)/Decrease in stock in trade and work in progress	207.88	(317.85)	(101.15)	5.37	(511.14)	(79.82)	
b. Consumption of raw materials	333.17	386.37	330.11	1085.10	972.87	1319.12	
c. Employees cost	259.56	261.68	296.22	775.05	739.13	1053.64	
d. Depreciation	340.85	340.80	344.78	1019.37	1029.58	1372.68	
e. Power & Fuel	1170.21	1488.96	1437.45	4019.87	3506.52	4598.73	
f. Other Expenditure	471.40	454.72	405.89	1339.51	1420.95	1878.44	
<b>Total</b>	<b>2783.07</b>	<b>2614.68</b>	<b>2713.30</b>	<b>8244.27</b>	<b>7157.91</b>	<b>10142.79</b>	
<b>3. Profit (+)/ Loss (-) from Operations before Other Income, interest and exceptional items (1-2)</b>	<b>(247.44)</b>	<b>(55.83)</b>	<b>(280.77)</b>	<b>(643.16)</b>	<b>(317.68)</b>	<b>(1024.05)</b>	
4. Other Income	15.18	16.81	11.88	46.31	31.02	55.78	
<b>5. Profit (+)/ Loss (-) before Interest &amp; Exceptional Items (3+4)</b>	<b>(232.26)</b>	<b>(39.02)</b>	<b>(268.89)</b>	<b>(596.85)</b>	<b>(286.66)</b>	<b>(968.27)</b>	
6. Interest	227.94	208.96	213.54	651.75	682.60	897.89	
<b>7. Profit (+)/ Loss (-) after Interest but before Exceptional Items (5-6)</b>	<b>(460.20)</b>	<b>(247.98)</b>	<b>(482.43)</b>	<b>(1248.60)</b>	<b>(969.26)</b>	<b>(1866.16)</b>	
8. Exceptional items	9.55	9.55	0.00	28.65	0.00	550.97	
<b>9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)</b>	<b>(469.75)</b>	<b>(257.53)</b>	<b>(482.43)</b>	<b>(1277.25)</b>	<b>(969.26)</b>	<b>(2417.13)</b>	
10. Tax expense							
- Current	0.00	0.00	0.00	0.00	0.96	0.96	
- Deffered Tax	0.00	0.00	0.00	0.00	0.00	36.98	
<b>11. Net profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)</b>	<b>(469.75)</b>	<b>(257.53)</b>	<b>(482.43)</b>	<b>(1277.25)</b>	<b>(970.22)</b>	<b>(2455.07)</b>	
12. Extraordinary items (net of tax expenses)							
<b>13. Net Profit(+)/ Loss(-) for the period (11-12)</b>	<b>(469.75)</b>	<b>(257.53)</b>	<b>(482.43)</b>	<b>(1277.25)</b>	<b>(970.22)</b>	<b>(2455.07)</b>	
14. Paid-up equity share capital (Face value of RS.10/- each)	801.67	801.67	801.67	801.67	801.67	801.67	
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						2319.51	
16. a) Earnings per share-Basic and diluted EPS before Extraordinary items (not annualised) Rs.10 each	(6.11)	(3.46)	(6.31)	(16.68)	(12.69)	(31.62)	
b) Earnings per share-Basic and diluted EPS after Extraordinary items (not annualised) Rs.10 each	(6.11)	(3.46)	(6.31)	(16.68)	(12.69)	(31.62)	


PART II						
Particulars	3 months ended 31.12.2013 (Unaudited)	Preceding 3 months ended 30.09.2013 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2012 (Unaudited)	Year to Date figures for current period 01.04.2013 to 31.12.2013 (Unaudited)	Year to Date figures for previous period 01.04.2012 to 31.12.2012 (Unaudited)	Previous year ended 31.03.2013 (Audited)
<b>A. PARTICULARS OF SHAREHOLDING</b>						
1. Public shareholding						
- Number of shares	2007586	2007586	1907586	2007586	1907586	1907586
- Percentage of shareholding	25.04	25.04	23.80	25.04	23.80	23.80
2. Promoters and promoter group Shareholding						
a) Pledged/Encumbered						
- Number of shares	2405100	2405100	2405100	2405100	2405100	2405100
- Percentage of shares ( as a % of the total share holding of promoter and promoter group)	40.02	40.02	39.37	40.02	39.37	39.37
- Percentage of shares ( as a % of the total share capital of the company)	30.00	30.00	30.00	30.00	30.00	30.00
b) Non-encumbered						
- Number of shares	3604052	3604052	3704052	3604052	3704052	3704052
- Percentage of shares ( as a % of the total share holding of promoter and promoter group)	59.98	59.98	60.63	59.98	60.63	60.63
- Percentage of shares ( as a % of the total share capital of the company)	44.96	44.96	46.20	44.96	46.20	46.20

	3 months ended 31.12.2013
<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

- Notes: 1. The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 8th February 2014. The results were subjected to limited review by the Statutory Auditors of the Company.
2. Previous year/period figures have been regrouped wherever necessary to conform to the current period classification.
3. Out of FSA charges of fourth quarter of the financial year 2012-13 of Rs.38.19 lakhs, Rs.9.55 lakhs are provided in the current quarter under Exceptional item.

Place : Hyderabad  
Date : 08.02.2014

For Keerthi Industries Limited

  
(Er. J.S. RAO)  
Managing Director


SEGMENT-WISE REPORTING UNDER CLAUSE 41 OF THE LISTING AGREEMENT

(Rs.In Lakhs)

Particulars	3 months ended 31.12.2013 (Unaudited)	Preceding 3 months ended 30.09.2013 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2012 (Unaudited)	Year to Date figures for current period 01.04.2013 to 31.12.2013 (Unaudited)	Year to Date figures for previous period 01.04.2012 to 31.12.2012 (Unaudited)	Previous year ended 31.03.2013 (Audited)
<b>1. Segment Revenue (Net Sales/ Income from operations)</b>						
(a) Cement	2357.41	2323.14	2240.57	6937.90	6305.34	8403.41
(b) Energy	17.82	46.96	20.97	94.16	92.02	110.28
(c) Electronics	160.40	188.75	170.99	569.05	442.87	605.05
<b>Sub Total</b>	<b>2535.63</b>	<b>2558.85</b>	<b>2432.53</b>	<b>7601.11</b>	<b>6840.23</b>	<b>9118.74</b>
<b>Total</b>	<b>2535.63</b>	<b>2558.85</b>	<b>2432.53</b>	<b>7601.11</b>	<b>6840.23</b>	<b>9118.74</b>
Less: Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net Sales/Income From Operations</b>	<b>2535.63</b>	<b>2558.85</b>	<b>2432.53</b>	<b>7601.11</b>	<b>6840.23</b>	<b>9118.74</b>
<b>2. Segment Results (Profit(+)/Loss(-) before tax and interest )</b>						
(a) Cement	(241.39)	(71.42)	(290.65)	(697.23)	(326.43)	(1564.74)
Less:Interest	226.00	205.78	212.08	644.87	677.31	891.17
(1)	(467.39)	(277.20)	(502.73)	(1342.10)	(1003.74)	(2455.91)
(b) Energy	(11.03)	18.65	(7.31)	8.88	7.86	(1.31)
(2)						
(c) Electronics	10.61	4.20	29.07	62.85	31.91	46.81
Less:Interest	1.94	3.18	1.46	6.88	5.29	6.72
(3)	8.67	1.02	27.61	55.97	26.62	40.09
<b>Total</b>	<b>(469.75)</b>	<b>(257.53)</b>	<b>(482.43)</b>	<b>(1277.25)</b>	<b>(969.26)</b>	<b>(2417.13)</b>
<b>Total Profit(+)/Loss(-) Before Tax</b>	<b>(469.75)</b>	<b>(257.53)</b>	<b>(482.43)</b>	<b>(1277.25)</b>	<b>(969.26)</b>	<b>(2417.13)</b>
<b>3. Capital Employed (Segment assets-Segment Liabilities)</b>						
(a) Cement	1706.53	2156.02	4357.54	1706.53	4357.54	2905.20
(b) Energy	524.79	549.25	617.13	524.79	617.13	590.50
(c) Electronics	501.05	496.86	519.82	501.05	519.82	513.92
<b>Total</b>	<b>2732.37</b>	<b>3202.13</b>	<b>5494.49</b>	<b>2732.37</b>	<b>5494.49</b>	<b>4009.62</b>

Place : Hyderabad  
Date : 08.02.2014

For Keerthi Industries Limited

  
(Er. J.S. RAO)  
Managing Director