

LIMITED REVIEW REPORT

To
The Board of Directors,
NRC Limited

1. We have reviewed the accompanying statement of unaudited financial results of **NRC Limited** for the quarter ended 31st December, 2013, 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 or reviewed 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 financials results 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 financials results are free of material misstatements. 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. *The Company has incurred loss in the current period/s as well as in the preceding period/s and the accumulated losses have exceeded its entire net worth and on a reference to the Board for Industrial and Financial Reconstruction, it has been declared as a sick industrial company on 16th July, 2009. The accounts have, however, been prepared by the management on a going concern basis. This being a technical matter and in view of uncertainty, we are unable to express an opinion as to whether the Company can operate as a going concern and also as to the extent of the effect of the resultant adjustments to the accumulated losses, assets and liabilities as at the quarter end and losses for the quarter which are presently not ascertainable.*
4. *The Company has not carried out impairment test as required by Accounting Standard (AS) 28 'Impairment of Assets', particularly in respect of Buildings and Plant & Equipment. We are unable to express an opinion as to when and to what extent the carrying value of Buildings and Plant & Equipment would be recovered, particularly because of lock-out at the plant since 15th November, 2009 and theft of certain machinery parts. The impact of the same on the loss for the quarter, accumulated losses, assets and liabilities as at the quarter end is presently not ascertainable.*
5. *The accounts of certain Loans & Advances given, Other non-current assets, Lenders' liability, Trade payables and Other liabilities are subject to confirmations, reconciliations and adjustments, if any, having consequential impact on the loss for the quarter, accumulated losses, assets and liabilities as at the quarter-end, the amounts whereof are presently not ascertainable.*



6. *Liability as may arise towards interest/compound interest/penalty on delayed/non-payment to certain trade payables / statutory dues is presently not ascertainable in view of the Company having been declared as a Sick Company and, as explained, expecting relief and concession from BIFR and therefore not provided for.*
7. *During the quarter, expense towards lease of premises being Mesne profit aggregating to Rs.469 lacs has not been provided for.*
8. *We further report that without considering the matter referred in para 3 to 6 above, the effect of which could not be determined, had the observation made by us in para 7 above been considered, the loss before tax for the current quarter would have been Rs. 1,240 lacs (as against reported loss of Rs. 771 lacs), Reserves and Surplus (accumulated losses) would have been Rs.55,035 lacs (as against reported losses of Rs.54,566 lacs) and trade payables would have been 16,238.96 lacs. (as against reported figure of 15,769.96 lacs)*
9. Based on our review conducted as above and *subject to what is stated at paragraphs 3 to 7 above*, as also note no. 5 in the attached result regarding Managing Director's remuneration for the quarter ended 31st December, 2013 amounting to Rs. 33.64 lacs (Upto 31st December, 2013 Rs 606 lacs) having not been approved by the Central Government on procedural grounds (being re-applied for approval) nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable accounting standards 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 LODHA & COMPANY
Chartered Accountants
Firm Regn. No. 301051E


A. M. Hariharan
Partner
Membership No.: 38323

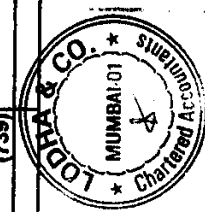
Place: Mumbai
Date: 12th February, 2014



Statement of Unaudited Financial Results for the Quarter/Nine months ended 31st December, 2013

Rs. In Lacs

Particulars	3 months ended 31/12/2013 (Unaudited)	Preceding 3 months ended 30/9/2013 (Unaudited)	Corresponding 3 months ended 31/12/2012 (Unaudited)	9 months ended 31/12/2013 (Unaudited)	Previous Year ended 31/03/2013 (Audited)
1 Income from operations					
(a) Net sales/income from operations (Net of excise duty)	-	-	-	-	-
(b) Other operating income	-	-	-	-	-
Total income from operations (net)	-	-	-	-	-
2 Expenses					
(a) Cost of materials consumed	-	-	-	-	-
(b) Power/Plant upkeeping expenses*	301	141	106	565	463
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-
(d) Employee benefits expense	109	144	110	366	443
(e) Depreciation and amortisation expense	373	373	382	1,120	1,495
(f) Other expenses	63	49	76	171	293
Total expenses	847	708	674	2,223	2,694
3 Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(847)	(708)	(674)	(2,223)	(2,694)
4 Other income	75	93	91	252	398
5 Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(771)	(615)	(583)	(1,970)	(2,296)
6 Finance costs	-	-	-	-	-
7 Profit/(Loss) from ordinary activities after finance costs and before exceptional items (5-6)	(771)	(615)	(583)	(1,970)	(2,296)
8 Exceptional items	-	(125)	-	(125)	(449)
9 Profit/(Loss) from ordinary activities before tax (7 + 8)	(771)	(739)	(583)	(2,095)	(2,745)



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Particulars	3 months ended 31/12/2013	Preceding 3 months ended 30/9/2013	Corresponding 3 months ended 31/12/2012	9 months ended 31/12/2013	Previous Year ended 31/03/2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
10 Tax expense	-	-	-	-	-
11 Net Profit/(Loss) from ordinary activities after tax (9-10)	(771)	(739)	(583)	(2,095)	(2,745)
12 Net Profit/(Loss) for the period	(771)	(739)	(583)	(2,095)	(2,745)
13 Paid-up equity share capital (Face Value of Rs. 10 each)	3,727	3,727	3,727	3,727	3,727
14 Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year					(50,512.58)
15 Earnings per share (before exceptional items) (of Rs. 10 each)(not annualised): Basic and Diluted	(2.07)	(1.65)	(1.56)	(5.28)	(6.16)
16 Earnings per share (after exceptional items) (of Rs. 10 each)(not annualised): Basic and Diluted	(2.07)	(1.98)	(1.56)	(5.62)	(7.36)
See accompanying note to the financial results					

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Particulars	3 months ended 31/12/2013 (Unaudited)	Preceding 3 months ended 30/9/2013 (Unaudited)	Corresponding 3 months ended 31/12/2012 (Unaudited)	9 months ended 31/12/2013 (Unaudited)	Previous Year ended 31/03/2013 (Audited)
PART II					
PARTICULARS OF SHAREHOLDING					
Public shareholding					
- Number of shares	19,355,865	19,355,865	19,355,865	19,355,865	19,355,865
- Percentage of shares	51.98%	51.98%	51.98%	51.98%	51.98%
Promoters and Promoter Group Shareholding**					
a) Pledge/Encumbered					
- Number of shares	17,795,377	17,795,377	17,795,377	17,795,377	17,795,377
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.52%	99.52%	99.52%	99.52%	99.52%
- Percentage of shares (as a % of the total share capital of the company)	47.79%	47.79%	47.79%	47.79%	47.79%
b) Non - encumbered					
- Number of shares	86,171	86,171	86,171	86,171	86,171
- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	0.48%	0.48%	0.48%	0.48%	0.48%
- Percentage of shares (as a % of the total share capital of the company)	0.23%	0.23%	0.23%	0.23%	0.23%
INVESTOR COMPLAINTS					
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				
Old Spare parts inventory written off	225	60	75	345	120

** Includes 4,60,000 shares transferred in the name of a bank for pledge of the same.



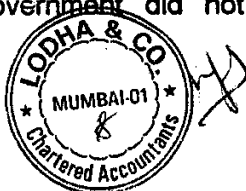
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Notes:

1. The above results have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 12th February, 2014.
2. During the quarter ended on 31st December, 2013, there was no production as the Company's Plants are under lock-out since 15th November, 2009.
3. The Company is a Sick Industrial undertaking within the meaning of Section 3(1)(o) of Sick Industrial Companies (Special provisions) Act, 1985 (SICA) and continue to be under the purview of BIFR. Filing of draft Rehabilitation Scheme (DRS) is pending due to various litigations. Efforts are being made to overcome the legal impediments, as early as possible, to pave way for formulation and sanction of DRS.
4. The Auditors have stated in their Limited Review Report dated 12th February , 2014 that they are unable to express an opinion whether the Company can operate as a going concern and its consequential impact on the financial statements, as it is not presently ascertainable. The auditors have further stated that no provisions / adjustments have been made in the financial statements as may arise towards (a) Impairment loss as a result of suspension of production at Company's plants – presently not ascertainable (b) Adjustment arising on receipt of pending confirmations / reconciliations of certain loans and advances, other non- current assets, trade payables, other liabilities and lenders – presently not ascertainable and (c) Interest/compound interest /penalty on delayed /non-payment in respect of certain statutory dues / trade payables/ promoters' contribution / Loan from secured and unsecured lenders – presently not ascertainable and (d) non provision of Mesne profit .

Management comments pertaining to above:

- i) Pending submission and sanction of the DRS;
These accounts have been prepared on a going concern basis, Prima-facie there is no impairment loss, however the same if any, on evaluation will be accounted for as and when DRS is finally approved. b) In view of expected waiver of the interest / penalty etc on delayed /non-payment of certain statutory dues / trade payables / promoters' contribution / Loan from secured and unsecured lenders, have not been provided (c) pending the review petition before Hon. Supreme Court, the mesne profit has not been provided for as we expect a full relief in mesne profit.
 - ii) Confirmations / reconciliation of balances of certain loans and advances, other non- current assets, trade payables, other liabilities and lenders have been requested for, necessary adjustments, if any, arising thereon will be made in due course on receipt of the same.
5. The remuneration paid/payable to Managing Director for the quarter amounting to Rs.33.64 lacs (till 31.12.2013 Rs.606 Lacs) which was approved by shareholders but was subject to approval of Central Government. The Central Government did not approve the same on



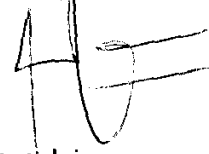
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procedural grounds. The Company has re-applied for the same and approval is awaited.

6. Previous quarter's / year's figures have been re-grouped / re-arranged wherever necessary to conform to the current quarter's / year's presentation.

DUNCAN GOENKA

For and on behalf of the
Board of Directors



Arun Jain
Managing Director

KOLKATA

12th February, 2014.

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