

REI AGRO LIMITED

Regd Office : 46C Chowringhee Road , Everest House , R.N 15B, Kolkata 700 071

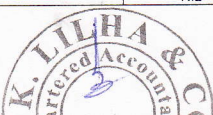
UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER 2014
(Amounts shown in Lacs in Indian Rupees , except share data and where otherwise stated)

PARTICULARS	STANDALONE					
	Three Months Ended (Un-Audited)			Nine Months Ended (Un-Audited)		Year Ended (Audited)
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
1) Net Sales/Income from Operations	47,451.96	51,918.90	1,43,645.16	1,52,633.96	4,01,112.29	4,52,324.66
Total	47,451.96	51,918.90	1,43,645.16	1,52,633.96	4,01,112.29	4,52,324.66
2) Expenditure						
A) Consumption of Raw Materials	69,371.53	66,413.36	(1,69,861.46)	2,11,246.84	(1,57,291.16)	97,411.28
B) Purchase of Traded Goods			2,61,846.36		4,23,840.56	(1,71,211.30)
C) (Increase)/Decrease in Stock in Trade	86,364.03	82,357.38	34,031.54	1,58,531.38	73,519.38	4,48,982.13
D) Employees Cost	220.44	296.55	417.94	712.74	1,632.50	1,741.58
E) Depreciation	890.24	(575.67)	1,837.18	3,113.76	5,058.71	6,858.67
F) Other Expenditure	587.06	979.91	1,409.08	3,294.88	5,493.35	7,042.75
Total	1,57,433.30	1,49,471.53	1,29,680.64	3,76,899.60	3,52,253.34	3,90,825.11
3) Profit from Operations before other income, interest and exceptional items (1-2)	(1,09,981.34)	(97,552.64)	13,964.52	(2,24,265.65)	48,858.95	61,499.55
4) Other Income	407.40	374.30	459.40	1,175.17	3,054.25	4,500.34
5) Profit before interest and FEF and exceptional items (3+4)	(1,09,573.94)	(97,178.34)	14,423.92	(2,23,090.47)	51,913.20	65,999.89
6) Interest/Finance Cost	(820.68)	(62.77)	15,365.54	15,661.08	44,538.06	60,323.53
7) Loss/(Gain) on Foreign Exchange Fluctuation	272.12	2,759.31	(1,005.96)	5,051.88	6,226.61	4,588.90
8) Profit after interest and FEF but before exceptional items (5-6-7)	(1,09,025.38)	(99,874.87)	64.34	(2,43,803.43)	1,148.53	1,087.45
9) Exceptional Items	-	40.15	-	27,440.15	-	5,051.53
10) Profit/(Loss) from before tax (8-9)	(1,09,025.38)	(99,915.02)	64.34	(2,71,243.58)	1,148.53	(3,964.08)
11) Provision For Taxation - Current Tax - For earlier years	- - -	- - -	10.86	-	13.30	(129.05)
12) Net Profit (+)/(Loss) for the Period / Year (10-11)	(1,09,025.38)	(99,915.02)	53.48	(2,71,243.58)	1,135.23	(3,835.03)
13) Share of Profit/(Loss) in Associates	-	-	-	-	-	-
14) Net Profit after tax and share of Profit in Associates for the period/year (12 + 13)	(1,09,025.38)	(99,915.02)	53.48	(2,71,243.58)	1,135.23	(3,835.03)
15) Paid Up Equity Share Capital (Face value Re 1/- per share)	9,579.85	9,579.85	9,579.85	9,579.85	9,579.85	9,579.85
16) 4% Non-Convertible Preference Share (Face value Rs. 100/- per share)	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00
17) Reserve Excluding Revaluation Reserve	-	-	-	-	-	2,45,476.84
18) Earning Per Share(EPS) Face value Re 1/- per share						
- Basic (Rs.)	(11.38)	(6.51)	0.01	(28.31)	0.11	(0.40)
- Diluted (Rs.)	(10.25)	(5.86)	0.01	(25.51)	0.10	(0.36)

PARTICULARS	STANDALONE					
	Three Months Ended			Nine Months Ended		Year Ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
A) Particulars of Shareholders :-						
1) Public Share Holding						
No of Shares	65,56,98,636	59,96,56,872	44,32,91,959	65,56,98,636	44,32,91,959	45,17,22,847
Percentage of Shareholding	68.45	62.60	46.27	68.45	46.27	47.15
2) Promoters and Promoter Group Shareholding						
A) Pledged/ Encumbered						
- Number Of Shares	5,60,25,172	12,17,77,486	25,75,98,027	5,60,25,172	25,75,98,027	24,91,67,139
- Percentage of Shares (As a % of total Shareholding of Promoter and Promoter Group)	18.54	33.99	50.05	18.54	50.05	49.22
- Percentage of Shares (As a % of total Equity Share Capital of the company)	5.85	12.71	26.89	5.85	26.89	26.01
B) Non - Encumbered						
- Number Of Shares	24,62,17,146	23,65,06,596	25,70,94,968	24,62,17,146	25,70,94,968	25,70,94,968
- Percentage of Shares (As a % of total Shareholding of Promoter and Promoter Group)	81.46	66.01	49.95	81.46	49.95	50.78
- Percentage of Shares (As a % of total Share Capital of the company)	25.70	24.69	26.84	25.70	26.84	26.84

B) Investors Complaints :-

Balance as on 1st Oct 2014	NIL
Received during the Quarter	1
Disposed off during the Quarter ended	1
Balance as on 31st Dec 2014	NIL

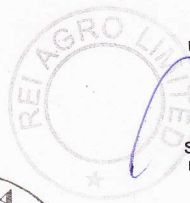


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Notes :

- 1) The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 14 '2015 . The Results have been subjected to limited review by the Statutory Auditors.
- 2) The company has made substantial losses during the quarter amount to Rs. 1090.25 Crores due to higher operating cost and processing loss.
- 3) As per Order of The Hon'ble High Court of Kolkata, the Company has been adjusting the Deferred Tax Liability / (Asset) to the Securities' Premium Account upto 31st March 2014 which was Rs 13108 Lacs, whereas due to losses incurred by the company during the quarter and nine months ended 31st December 2014, the company has no more deferred tax liability and as per AS-22, deferred tax assets is being generated with which Deferred Tax Liability has been adjusted. Due to prudent accounting policy and lack of virtual certainty with convincing evidences of the foreseeable profit in the near future, deferred tax assets has not further been recognised and it will be finally reviewed at the year end.
- 4) During the Quarter, the Company has been primarily engaged in the business of processing / trading of rice which is single reportable segment as per Accounting Standard 17.
- 5) Due to the liquidity crunch being faced by the Company, it was not able to procure adequate raw material leading to partial shutdown of its manufacturing units. This has resulted in de-growth of turnover and has also negatively impacted the operating margin.
- 6) The estimated useful life of certain Fixed Assets has been revised in accordance with Schedule II of the Companies Act 2013, with effect from 1st April, 2014. Rs. 153 Lacs WDV of assets of whose life has expired has been adjusted with retained earnings.
- 7) The Company has provided Depreciation on its Building & Plant & Machinery of Rs. 2041 Lacs being 1/3rd of the depreciation chargeable for the period and not provided Rs. 1,601 Lacs as per the requirements under the Companies Act, 2013, else the Losses for the period would have been higher by Rs 1601 Lacs for the quarter and Rs. 4803 Lacs for nine months ended 31st December 2014.
- 8) The Company has not provided for Interest on its Borrowings being Non-performing Assets (NPA) amounting to Rs. 17,902 Lacs for the quarter and Rs. 36,713 Lacs for the nine months ended 31st December 2014. This has resulted in lower losses for the quarter and nine months ended 31st December 2014.
- 9) Figures for corresponding previous year/quarters have been regrouped/ rearranged wherever considered necessary.
- 10) Figures for the the three months ended 31st December 2014 have been derived from deducting nine months figures ended 31st December 2014 with six months figures ended 30th September 2014

Date : April 14 '2015
Place : New Delhi



FOR AND BEHALF OF THE BOARD OF DIRECTORS

[Signature]
SANDIP JHUNJHUNWALA
MANAGING DIRECTOR



To,
The Board of Directors,
REI AGRO LIMITED
Everest House,
46C, Chowringhee Road,
Kolkata – 700071

**LIMITED REVIEW REPORT OF THE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER/NINE MONTH ENDED 31st DECEMBER 2014**

We have reviewed the accompanying statement of unaudited Financial Results of REI AGRO LIMITED for the Quarter / Nine Month ended 31st December , 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) 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 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.

However on our review we have the following observations to make:

1. During the quarter ended 31st December, 2014 the Company has short provided depreciation on Building and Plant & Machinery is **by** Rs. 1,601 Lacs and the corresponding figures for the nine months ended 31st December 2014 is **short by** Rs. 4,803 Lacs.
2. The Company has not provided interest on loans availed from banks and financial institutions which have been classified as NPA by them. The amount not provided are 17,902 Lacs and Rs. 36,714 Lacs for the quarter and nine months ended 31st December 2014 respectively.
3. The Company has not provided for guarantee invoked by The Jammu & Kashmir Bank for the Term loan of Rs. 40,000 Lacs granted to some of the farmers which has not been paid by them. The amount outstanding as on 31st December 2014 including interest due thereon amounts to Rs. 45,988 Lacs.



4. The Company has not provided for some of the current assets which are considered doubtful of recovery amounting to Rs. 1,456 Lacs.
5. The company maintains accounts in foreign currency with one of the Financial Institution out of proceeds of FCCB since 2009 and the balance as on 31.12.2014 as per the statement is USD 81.80 Lacs which equals to Rs. 5180.73 Lacs. This balance is net of diminution in fund value by USD 187.82 Lacs equals to Rs. 11,895.35 Lacs which has not been provided in the books and to this extent loss has been understated and bank balances are overstated by similar amount.
6. In the view of the above, company's total liabilities (both provided and not provided) are more than its value of its total Assets.
7. The Company's net worth has been fully eroded and now net worth is negative by Rs. 12,340 Lacs as on 31st December 2014 without providing the liabilities as stated above. However the accounts are prepared by management on the basis of going concern concept.

Based on our review conducted as above, and subject to our observation in the preceding paragraph, 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 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.

Kolkata
Date: - 14.04.2015

for: P.K. LILHA & CO.
Chartered Accountants
Firm Reg. No. 307008E


(CA P.K. Lilha)
Partner
M No. 011092

