



**S.T. Mohite & Co.,**  
Chartered Accountants  
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3-4-812, Street No. 1, Barkatpura,  
Hyderabad - 500 027, A.P. INDIA.  
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**AUDITOR'S REPORT ON QUARTERLY FINANCIAL RESULTS AND YEAR  
TO DATE RESULTS OF THE COMPANY PURSUANT TO THE CLAUSE  
41 OF LISTING AGREEMENT**

To  
The Board of Directors of  
M/s.Sree Rayalaseema Hi-Strength Hypo Limited  
Kurnool.

We have audited the quarterly financial results of **Sree Rayalaseema Hi-Strength Hypo Limited, Regd.Office : Gondiparla, Kurnool - 518 004** for the quarter ended 31.03.2014 and the year to date results for the period 01.04.2013 to 31.03.2014 attached herewith, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement 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 . These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements during the financial year , which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such Interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards ) Rules, 2006 as per Section 211 (3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards requires that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

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In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the net profit / loss and other financial information for the quarter ended 31.03.2014 as well as the year to date results for the period from 01.04.2013 to 31.03.2014.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of non-promoter shareholdings, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

Place : Kurnool  
Date : 30<sup>th</sup> May, 2014



For S.T. Mohite & Co.  
Chartered Accountants (Regd. No. 0114108)

  
M.T. Sreenivasa Rao  
Proprietor (Membership No. 15835)

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SREE RAYALASEEMA HI-STRENGTH HYPO LIMITED  
 REGD. OFFICE, GONDIPARLA, KURNOOL-518 004  
 CIN NO. L24110AP2005PLC045726, TEL. 08518-226656 FAX 08518-223066 WWW.TGVGROUP.COM  
 AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED ON 31st MARCH 2014

(Rs in Lakhs)

Sl. No.	Particulars	Three months Ended 31.03.2014 (Audited)	Previous 3 months Ended 31.12.2013 (Un-audited)	Corresponding 3 Months ended in previous year 31.03.2013 (Audited)	Current Accounting Year ended 31.03.2014 (Audited)	Previous Accounting Year ended 31.03.2013 (Audited)
1	Income from Operations	8374.06	7484.60	7528.17	29608.32	29966.76
	a) Net Sales / Income from Operations-Net of Excise Duty	0.00	0.00	0.00	0.00	0.00
	b) Other Operating Income	8374.06	7484.60	7528.17	29608.32	29966.76
	Total income from operations - Net	8374.06	7484.60	7528.17	29608.32	29966.76
2	Expenditure	4530.44	3627.01	3160.98	15241.28	14361.10
	a) Cost of materials consumed	0.37	0.00	0.00	0.37	0.25
	b) Purchases of Stock-in-trade	-64.67	136.08	284.67	-500.68	35.46
	c) Change in inventories of Finished goods & Stock in process	327.59	243.95	324.22	1083.09	1118.14
	d) Employee Benefits expenses	397.60	396.88	331.96	1491.08	1319.94
	e) Depreciation & Amortisation	2937.83	2921.09	3301.45	10883.95	10028.02
	f) Other Expenses	8129.16	7325.01	7403.28	28199.09	26862.90
	Total Expenses (a to f)	244.90	159.59	124.89	1409.23	3103.86
3	Profit / (Loss) from operations before other income, finance costs and Exceptional items(1-2)	162.16	370.91	136.90	982.95	296.27
4	Other Income	407.06	530.50	261.79	2392.18	3400.14
5	Profit / (Loss) from ordinary activities before finance costs and Exceptional items(3+4)	271.97	255.87	206.12	924.13	789.44
6	Finance costs	135.09	274.63	55.67	1468.05	2610.69
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional items(5-6)	-102.95	-61.50	680.86	302.24	1329.63
8	Exceptional items	238.04	336.13	-625.19	1165.81	1281.06
9	Profit / (Loss) from ordinary activities before tax (7+8)	42.26	80.55	-309.83	233.25	256.31
10	Tax Expenses					
	i) Current Tax					

For Sriee Rayalaseema Hi-Strength Hypo Ltd

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(T. G. BHARATH)

11	Deferred income Tax	78.83	28.50	59.78	188.97	95.68
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	116.94	227.08	-375.14	743.58	929.07
12	Extraordinary items (net of tax expenses)	0.00	0.00	0.00	0.00	0.00
13	Net profit / (loss) for the period	116.94	227.08	-375.14	743.58	929.07
14	Share of Profit / (loss) of associates	0.00	0.00	0.00	0.00	0.00
15	Minority Interest	0.00	0.00	0.00	0.00	0.00
16	Net profit / (loss) after taxes, minority interest and share of profit/ (loss) of associates (13+14+15)	116.94	227.08	-375.14	743.58	929.07
17	Paid-up Equity Share Capital (Face value of Rs.10 per share)	1471.67	1471.67	1422.42	1471.67	1422.42
18	Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	13457.87	13340.92	12494.53	13457.87	12494.53
19 i	Earnings per share (before extraordinary items) of Rs.10/-each (not annualised)	5.05	4.26	0.00	5.05	6.53
	a) Basic	5.05	4.26	0.00	5.05	6.53
	b) Diluted					
19 ii	Earnings per share (after extraordinary items) of Rs.10/-each (not annualised)	5.05	4.26	0.00	5.05	6.53
	a) Basic	5.05	4.26	0.00	5.05	6.53
	b) Diluted					
A	Particulars of share holdings					
1	Public Shareholding	6557149	6557149	6557149	6557149	6557149
	No. of Shares	44.56	44.56	46.10	44.56	46.10
	Percentage of Shareholding					
2	Promoters and promoter group Shareholding					
(a)	Pledged/Encumbered					
-	No. of Shares	NIL	NIL	NIL	NIL	NIL
-	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
-	Percentage of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL	NIL
(b)	Non-encumbered					
-	No. of Shares	8159540	8159540	7667034	8159540	7667034
-	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100
-	Percentage of Shares (as a % of the total share capital of the company)	55.44	55.44	53.90	55.44	53.90

For Free Reyalesepa Hi-Strength Hypo Ltd.

(**K. G. BHARATHI**)  
 Chairman & Managing Director

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**B INVESTOR COMPLAINTS**

3 Months ended 31/03/2014

Pending at the beginning of the quarter  
 Received during the quarter  
 Disposed of during the quarter  
 Remaining unresolved at the end of the quarter

NIL  
 15  
 15  
 NIL

**SEGMENT WISE REVENUE RESULTS AND CAPITAL EMPLOYED**

(Rs in Lakhs)

Sl. No.	Particulars	For the three months ended			Corresponding 3 Months ended in previous year		Current Accounting Year ended		Previous Accounting Year ended	
		Three months Ended 31.03.2014 Audited	Previous 3 months Ended 31.12.2013 Un-audited	3 Months ended 31.03.2013 Audited	3 Months ended 31.03.2013 Audited	Year ended 31.03.2014 Audited	Year ended 31.03.2014 Audited	Year ended 31.03.2013 Audited	Year ended 31.03.2013 Audited	
1	Segment Revenue									
	- Chemicals	8317.52	7440.78	7536.32	28644.27	29230.54				
	Power Generation	218.70	414.79	128.75	947.00	1032.49				
	Net Sales / Income from Operations	8536.22	7855.51	7665.07	30591.27	30263.04				
2	Segment Results									
	- Chemicals	652.80	634.39	297.64	2889.17	3518.21				
	Power Generation	-244.95	-103.89	-35.85	-496.99	-118.07				
	Total	407.06	530.50	261.79	2392.18	3400.14				
3	Interest ( Net )									
	- Chemicals	-50.72	167.28	184.86	436.21	480.73				
	Power Generation	322.69	88.59	21.26	487.92	338.71				
	Total	271.97	255.87	206.12	924.13	789.44				
	Exceptional Items	-102.95	-61.50	-569.52	302.24	1329.63				
	Profit/Loss from Ordinary Activities before tax	238.04	336.13	625.19	1165.81	1281.06				
4	Capital Employed									
	(Segment Assets - Segment Liabilities)									
	- Chemicals	17879.06	16714.14	14156.34	17879.06	23976.64				
	Power Generation	10027.87	-1901.55	-172.12	10027.87	-1306.73				
	Total Capital Employed in Segments	27906.93	14812.59	13984.22	27906.93	22669.91				

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For Stee Rayasamma Hi-Strength  
 Hype Ltd  
 (T. N. GUNARATH)  
 Chairman & Managing Director

## STATEMENT OF ASSETS AND LIABILITIES

Sl.No Particulars

Sl.No	Particulars	RS.	
		As at Current year ended 31.03.2014 Audited	As at Previous year ended 31.03.2013 Audited
<b>A</b>	<b>Equity and Liabilities</b>		
1	Shareholders fund:	147166890	142241830
	(a) Share Capital	1345786542	1249457722
	(b) Reserves and Surplus	0	6727643
	(c) Money received against share warrants	1492953432	1398422195
	Sub total- Shareholders fund:	0	0
2	Share Application money Pending allotment	0	0
3	Minority Interest		
4	Non-Current Liabilities:	549957324	715442101
	(a) Long-Term Borrowings	256175899	237278446
	(b) Deferred Tax Liabilities (Net)	18600750	14264501
	(c) Other Long Term Liabilities	59814887	109655557
	(d) Long Term Provisions	884548800	1076640605
5	Sub total -Non current liabilities:	328024045	294119561
	Current Liabilities	412395182	362343056
	(a) Short-Term Borrowings	377801392	278848516
	(b) Trade Payables	177655903	169406969
	(c) Other Current Liabilities	1295876522	1104718102
	(d) Short-Term Provisions	3673378754	3579780902
	Sub total -Current liabilities :	2759033600	2711945707
	Total Equity & Liabilities	759484637	641287479
<b>B</b>	<b>ASSETS</b>	1999548963	2070658228
1)	Non-Current Assets	320708252	270120856
	(a) Fixed Assets	0	0
	(i) Gross Block	336341577	298159139
	(ii) Depreciation	0	0
	(iii) Net Block	336341577	298159139
	(b) Non-current investments	0	0
	(c) Deferred tax assets (net)	2656598792	2638938223
	(d) Long term loans and advances		
	(e) Other non-current assets:		
	Sub total - Non Current assets:		

For: Sree Haya Leasing Hi-Strength B7 pp Ltd.

(T. G. BHARATH)

Chairman &amp; Managing Director

2) Current Assets	0	37392400
(a) Current investments	285489128	212175549
(b) Inventories	263737915	288347856
(c) Trade receivables	73334750	51025075
(d) Cash and cash equivalents	341832294	316608453
(e) Short-term loans and advances	52385875	35293546
(f) Other current assets	1016779962	940842679
Sub total - Current assets :	3673878754	3579780902
Total Assets		

Notes

- 1 The above audited financial results for the year ended 31-03-2014 were reviewed by the Audit Committee and were approved and taken on record by the Board of Directors at their meeting held on 30-05-2014.
- 2 The figures for the quarter ended 31.03.2014 and 31.03.2013 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter.
- 3 Due to fluctuations in exchange rate of US Dollar against Indian Rupees, the company has provided for marked-to-market losses. Exercising the option as per Gazette notification under AS - 11 (the effect of change in foreign rate) the company has charged off these exchange fluctuation loss / gain to profit and loss account and such losses, /gain being material in amount, is disclosed as exceptional item.
- 4 Other income includes profit on sale of assets to the extent of Rs.3.62 Crores and writing back provisions no longer required
- 5 During the financial year 2013-2014, 10 MW Thermal Power Plant was commissioned. The current year financials include revenues and expenses of thermal power plant and accordingly included in the segment report.
- 6 Previous period / years figures have been regrouped / recast wherever necessary to make them comparable.

Place : Kurnool  
Date :30-05-2014

for SREE RAYALASEEMA HI-STRENGTH HYPO LTD.,

T.G.BHARATH  
CHAIRMAN AND MANAGING DIRECTOR  
DIN NO.00125087

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