

**Voltas Consolidated Financial Results for Q1 (2014-15)**

August 13, 2014 Mumbai: The Board of Directors of Voltas Limited, the global air conditioning and engineering services provider of the Tata Group, today announced the Consolidated Unaudited Financial Results (including the Consolidated Segment Report) for the quarter ended 30th June, 2014.

Consolidated Results:

The Consolidated Sales/Income from Operations for the quarter ended 30th June, 2014 was higher at ₹ 1752 crores as compared to ₹ 1602 crores in the corresponding quarter last year. Despite slowdown in the economy coupled with higher interest costs, the Operating Profit (Profit before Exceptional Items & Tax) was substantially higher at ₹ 146 crores as compared to ₹ 60 crores in the corresponding quarter last year. Net Profit after tax and Minority Interest was ₹ 109 crores as compared to ₹ 41 crores in the corresponding quarter last year. Earnings per Share (not annualized) was at ₹ 3.29 as compared to ₹ 1.23 in the corresponding quarter last year (Face Value per share of ₹ 1).

Consolidated Segments:

Electro-Mechanical Projects and Services: Segment Revenue was at ₹ 622 crores as compared to ₹ 693 crores in the corresponding quarter last year. While overall margin realization has started improving with execution of newer orders, the Segment Result at ₹ 4 crores as compared to negative ₹ 26 crores in the corresponding quarter last year, continues to remain impacted largely on account of overseas projects.

The Order Book of the Segment stood at ₹ 3789 crores as compared to ₹ 3811 crores in the corresponding quarter last year. The Company has recently in June 2014, received an order for MEP works of Dubai Trade Centre District project in Dubai amounting to ₹ 260 crores approx.

Subsequent to close of the quarter, the Main Contractor of a major project in Qatar, Sidra Medical and Research Centre, has recently been terminated by the end customer (Qatar Foundation) and a new Main contractor has been appointed. As provided in the original contract, Qatar Foundation has asked for the assignment of contracts of select subcontractors, including Voltas to the new Main contractor.

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However, a formal understanding to that effect is yet to be reached. In the previous years, due to significant upward revision in estimated cost, the Company had accounted for cost overruns in accordance with the requirement of Accounting Standard (AS) 7. As uncertainties in the completion schedule, assignment of the sub-contracts and approval of variations/claims continues, the Company's current estimates of cost and entitlements could get modified. Nevertheless, the Company continues to pursue its entitlements vigorously.

Engineering Products and Services: Segment Revenue and Result was at ₹ 111 crores and ₹ 24 crores as compared to ₹ 111 crores and ₹ 31 crores respectively, in the corresponding quarter last year.

Unitary Cooling Products for Comfort and Commercial use: Segment Revenue was higher at ₹ 1001 crores as compared to ₹ 787 crores in the corresponding quarter last year on account of increase in sales volumes. Segment Result was significantly higher at ₹ 116 crores as compared to ₹ 68 crores in the corresponding quarter last year. Despite intense competition, the Company has enhanced its market share in room air conditioners and continues to hold the No.1 position in Multi-Brand Outlets, based on GFK Nielsen Retail Audit findings.

Issued by:

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VOLTAS LIMITED

VOLTAS LIMITED
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Website : www.voltas.com e-mail : shareservices@voltas.com

PART I : Statement of Unaudited Consolidated Financial Results for the quarter ended 30th June, 2014

(₹ in lakhs)					
Sr. No.	Particulars	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
1.	Income from Operations				
	a. Net Sales / Income from Operations (Net of excise duty)	175231	145036	160178	524366
	b. Other operating income	503	1245	152	2238
	c. Total income from operations (Net) (a + b)	175734	146281	160330	526604
2	Expenses				
	a. Cost of materials consumed	91552	91011	90011	316309
	b. Purchase of stock-in-trade	22507	15267	13130	57321
	c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	14473	2417	19203	11795
	d. Employee benefits expense	15028	13071	16486	59469
	e. Depreciation and amortisation expense	606	688	605	2484
	f. Other expenses	18985	13978	16453	55149
	g. Total expenses	163151	136432	155888	502527
3.	Profit from operations before other income, finance costs and exceptional items (1 - 2)	12583	9849	4442	24077
4.	Other income	2921	3078	2211	10018
5.	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	15504	12927	6653	34095
6.	Finance costs	870	646	697	2255
7.	Profit from ordinary activities after finance costs but before exceptional items (5 - 6)	14634	12281	5956	31840
8.	Exceptional items (Note 4)	46	1737	(8)	2154
9.	Profit from ordinary activities before tax [7 + 8]	14680	14018	5948	33994
10.	Tax expenses	3653	3920	1895	9413
11.	Net profit from ordinary activities after tax (9 - 10)	11027	10098	4053	24581
12.	Share of profit / (loss) of associate	-	-	-	-
13.	Minority interest in (profit) / loss	(128)	(57)	22	(45)
14.	Net profit after taxes, minority interest and share of profit / (loss) of associates (11 +12 +13)	10899	10041	4075	24536
15.	Paid-up equity share capital (Face value ₹ 1/- each)	3307	3307	3307	3307
16.	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)				178625
17.	Basic and Diluted Earnings per share (₹) (*not annualised)	*3.29	*3.03	*1.23	7.42

PART II : Select information for the quarter ended 30th June, 2014.

A PARTICULARS OF SHAREHOLDING				
1	Public shareholding			
	- Number of shares	23,06,31,260	23,06,31,260	23,11,31,260
	- Percentage of shareholding	69.70	69.70	69.85
2	Promoters and Promoter Group Shareholding			
	a. Pledged / Encumbered			
	- Number of shares	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil
	b Non-encumbered			
	- Number of shares	10,02,53,480	10,02,53,480	9,97,53,480
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	30.30	30.30	30.15
B Information on Investors complaints for the quarter ended 30th June, 2014				
	Pending at the beginning of the quarter	Received during the quarter		Disposed of during the quarter
	Nil	3	2	Remaining unresolved at the end of the quarter
				1

Corporate Communications Department

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A TATA Enterprise

Corporate Identity Number L29308MH1954PLC009371

VOLTAS LIMITED				
CONSOLIDATED SEGMENT INFORMATION FOR THE QUARTER ENDED 30TH JUNE, 2014				
(₹ in lakhs)				
Particulars	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
1. Segment Revenue				
a) Segment - A (Electro - mechanical Projects and Services)	62224	68568	69295	269242
b) Segment - B (Engineering Products and Services)	11089	9876	11117	44822
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	100138	65433	78674	205242
d) Others	1811	1247	1116	5204
Less : inter segment revenue	31	88	24	144
Net Sales / Income from Operations	175231	145036	160178	524366
2. Segment Results before exceptional Items				
a) Segment - A (Electro - mechanical Projects and Services)	440	(1389)	(2645)	(3948)
b) Segment - B (Engineering Products and Services)	2400	3018	3088	12465
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	11629	11017	6779	25190
d) Others	308	10	(26)	57
Total	14777	12656	7196	33764
Less : i. Interest	870	646	697	2255
ii. Other unallocable expenditure net of unallocable income	(727)	(271)	543	(331)
Profit before Exceptional Items and Tax	14634	12281	5956	31840
Exceptional Items - Net	46	1737	(8)	2154
Profit from Ordinary Activities before Tax	14680	14018	5948	33994
3. Capital Employed				
a) Segment - A (Electro - mechanical Projects and Services)	68971	62374	65997	62374
b) Segment - B (Engineering Products and Services)	8953	10726	9810	10726
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	(7025)	27470	8234	27470
d) Others	2865	2494	1749	2494
e) Unallocated	119852	80250	82921	80250
Total	193616	183314	168711	183314
Notes :				
1. Segment 'C' is seasonal in nature with sales being highest in the first quarter.				
2. Segment Results after exceptional Items				
(₹ in lakhs)				
Segment - A	440	(1389)	(2653)	(3956)
Segment - B	2393	4272	3088	14144
Segment - C	11629	11500	6779	25673
Others	308	10	(26)	57
Unallocated Income / (Expenses) - Net	780	271	(543)	331
Interest	(870)	(646)	(697)	(2255)
Total	14680	14018	5948	33994



Notes :

- 1) These results have been reviewed by the Board Audit Committee and approved by the Board of Directors at its Meeting held on 13th August, 2014.
- 2) The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreements. The standalone financial results are available on the Company's website viz. www.voltas.com and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- 3) In the previous years, due to significant upward revision in estimated cost of a major project in Qatar, Sidra Medical and Research Centre, the Company accounted for cost overrun in accordance with the requirement of Accounting Standard (AS) 7. Subsequent to close of the quarter, the Main Contractor has recently been terminated by the end customer (Qatar Foundation) and a new main contractor has been appointed. As provided in the original contract, Qatar Foundation has asked for the assignment of contracts of select subcontractors including Voltas to the new main contractor. However, a formal understanding to that effect is yet to be reached. Based on information currently available, no further provision is presently considered necessary. Nevertheless, uncertainties in the completion schedule, assignment of the sub-contracts and approval of variations/claims continue, which could modify the Company's current estimates of cost and entitlements. The Company continues to pursue its entitlements vigorously.

4) Exceptional Items - Net :

(₹ in lakhs)

Exceptional income / (expenses)	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
Assignment of Long term Maintenance Contracts	-	1254	-	1679
Profit on sale of properties	53	483	-	483
Charge of Voluntary Retirement Scheme / Early Separation Scheme	(7)	-	(8)	(8)
Total exceptional items	46	1737	(8)	2154

5) Information on Standalone Financial Results.

(₹ in lakhs)

	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
Net Sales / Income from Operations	173637	153212	154599	513405
Profit before exceptional items	8849	10034	4464	26023
Exceptional items - Net	46	(758)	(8)	(341)
Profit before tax	8895	9276	4456	25682
Net Profit after Tax	6152	6260	3181	18148

- 6) Figures of the quarter ended 31st March, 2014 are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2014 and the year to date figures upto the third quarter of the relevant financial year which were subject to limited review by Auditors.
- 7) Effective April 1, 2014, the Company has, realigned the depreciation policy on furniture and fixtures from Written Down Value method to Straight Line Method as well as the useful lives of all fixed assets, as per Schedule II to the Companies Act, 2013, except for depreciation on project specific assets which are charged off over the period of the project, on a straight line basis. Accordingly, the depreciation charge for the quarter ended June 30, 2014 is lower by ₹8 lakh (net of ₹ 292 lakhs write back of depreciation upto 31st March, 2014 on account of change in method) and an amount of ₹ 560 lakhs (net of tax of ₹ 278 lakhs) representing the carrying amount of assets with revised useful lives as Nil as at 31st March, 2014 which has been adjusted against the opening balance of reserves as permitted under the Companies Act, 2013.
- 8) The Statutory Auditors of the Company have conducted a "Limited Review" of the aforesaid financial results.
- 9) Figures for previous period / year have been regrouped, wherever necessary.

For and on behalf of the Board of Directors

Sanjay Johri
Managing Director

Mumbai, 13th August, 2014.

Deloitte Haskins & Sells LLP

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INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF VOLTAS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **VOLTAS LIMITED** ("the Company"), its subsidiaries and jointly controlled entities (the Company, its subsidiaries and jointly controlled entities constitute "the Group") for the quarter ended 30th June, 2014 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 8 below. 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 the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is 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.
3. The Statement includes the results of the following entities:

	Name of the Entities
	Subsidiaries:
i)	Auto Aircon (India) Ltd.
ii)	Rohini Industrial Electricals Ltd.
iii)	Universal Comfort Products Ltd.
iv)	Weathermaker Ltd., Isle of Man
v)	Saudi Ensas Company for Engineering Services W.L.L., Saudi Arabia
vi)	Voltas Netherlands B.V., The Netherlands
vii)	Lalbuksh Voltas Engineering Services & Trading L.L.C., Sultanate of Oman
viii)	Voltas Oman L.L.C., Sultanate of Oman
	Joint Ventures:
ix)	Naba Diganta Water Management Ltd.
x)	Universal Voltas L.L.C., United Arab Emirates
xi)	Universal Weathermaker Factory L.L.C., United Arab Emirates
xii)	Olayan Voltas Contracting Company Ltd., Saudi Arabia
xiii)	Voltas Qatar W.L.L., Qatar

**Deloitte
Haskins & Sells LLP**

4. We did not review the interim financial results of five subsidiaries and four jointly controlled entities included in the consolidated financial results, whose interim financial results reflect total revenues of Rs.10,344 lakhs and total profit after tax of Rs.638 lakhs (net) for the quarter ended 30th June, 2014, as considered in the consolidated financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entities, is based solely on the reports of the other auditors.
5. The consolidated financial results include the interim financial results of one subsidiary and one jointly controlled entity which have not been reviewed by their auditors, whose interim financial results are based on management accounts and reflect total revenue of Rs.45 lakhs and total loss after tax of Rs.23 lakhs (net) for the quarter ended 30th June, 2014, as considered in the consolidated financial results.
6. Based on our review conducted as stated above and based on the consideration of the reports of the other auditors referred to in paragraph 4 above and management accounts referred in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956, (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to Note No. 3 to the statement with respect to uncertainties related to costs to come, the approval of variations, the final completion schedule, assignment of subcontract and other terms, consequent to termination of the main contractor by the end customer with regard to a major complex project.

Our report is not qualified in respect of this matter.

8. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the quarter ended 30th June, 2014 of the Statement, from the details furnished by the Management.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

B. P. Shroff

B. P. Shroff
Partner
(Membership No. 34382)

MUMBAI, 13th August, 2014





VOLTAS LIMITED

VOLTAS LIMITED

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CIN : L29308MH1954PLC009371 Tel: 91-22-66656 666 Fax: 91-22-66656 231

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PART I : Statement of Unaudited Standalone Financial Results for the quarter ended 30th June, 2014

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
1.	Income from Operations				
a.	Net Sales / Income from Operations (Net of excise duty)	173637	153212	154599	513405
b.	Other operating income	293	975	107	1731
c.	Total income from operations (Net) (a + b)	173930	154187	154706	515136
2.	Expenses				
a.	Cost of materials consumed	51269	54206	48374	197171
b.	Purchase of stock-in-trade	71883	68390	62473	195261
c.	Changes in inventories of finished goods, work-in-progress and stock-in-trade	13071	1175	16045	11580
d.	Employee benefits expense	12312	11258	12930	48377
e.	Depreciation and amortisation expense	477	554	447	1896
f.	Other expenses	18294	11164	13964	46375
g.	Total expenses	167306	146747	154233	500660
3.	Profit from operations before other income, finance costs and exceptional items (1 - 2)	6624	7440	473	14476
4.	Other income	2927	3064	4538	13146
5.	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	9551	10504	5011	27622
6.	Finance costs	702	470	547	1599
7.	Profit from ordinary activities after finance costs but before exceptional items (5 - 6)	8849	10034	4464	26023
8.	Exceptional items (Note 4)	46	(758)	(8)	(341)
9.	Profit from ordinary activities before tax [7 + 8]	8895	9276	4456	25682
10.	Tax expenses	2743	3016	1275	7534
11.	Net profit from ordinary activities after tax (9 - 10)	6152	6260	3181	18148
12.	Paid-up equity share capital (Face value ₹1/- each)	3307	3307	3307	3307
13.	Reserves excluding Revaluation Reserves (as per balance sheet of previous accounting year)				156487
14.	Basic and Diluted Earnings per share (₹) (*not annualised)	*1.86	*1.89	*0.96	5.48

PART II : Select information for the quarter ended 30th June, 2014.

A PARTICULARS OF SHAREHOLDING					
1	Public shareholding				
	- Number of shares	23,06,31,260	23,06,31,260	23,11,31,260	23,06,31,260
	- Percentage of shareholding	69.70	69.70	69.85	69.70
2	Promoters and Promoter Group Shareholding				
a.	Pledged / Encumbered				
	- Number of shares	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil
b.	Non-encumbered				
	- Number of shares	10,02,53,480	10,02,53,480	9,97,53,480	10,02,53,480
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	30.30	30.30	30.15	30.30
B Information on Investors complaints for the quarter ended 30th June, 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	3	2	1	

Corporate Communications Department

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A TATA Enterprise

Corporate Identity Number L29308MH1954PLC009371

A



VOLTAS LIMITED				
STANDALONE SEGMENT INFORMATION FOR THE QUARTER ENDED 30TH JUNE, 2014				
(₹ in lakhs)				
Particulars	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
1. Segment Revenue				
a) Segment - A (Electro - mechanical Projects and Services)	53287	59241	50994	217440
b) Segment - B (Engineering Products and Services)	11089	9876	11117	44822
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	109292	84183	92512	251287
Less : inter segment revenue	31	88	24	144
Net Sales / Income from Operations	173637	153212	154599	513405
2. Segment Results before exceptional Items				
a) Segment - A (Electro - mechanical Projects and Services)	113	(1555)	(3719)	(6996)
b) Segment - B (Engineering Products and Services)	2400	3018	3088	12465
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	7180	8709	3761	18561
Total	9693	10172	3130	24030
Less : i. Interest	702	470	547	1599
ii. Other unallocable expenditure net of unallocable income	142	(332)	(1881)	(3592)
Profit before Exceptional Items and Tax	8849	10034	4464	26023
Exceptional Items - Net	46	(758)	(8)	(341)
Profit from Ordinary Activities before Tax	8895	9276	4456	25682
3. Capital Employed				
a) Segment - A (Electro - mechanical Projects and Services)	48286	42020	50473	42020
b) Segment - B (Engineering Products and Services)	8953	10726	9810	10726
c) Segment - C (Unitary Cooling Products for Comfort and Commercial use)	(24940)	12826	(3470)	12826
d) Others	(55)	(55)	(55)	(55)
e) Unallocated	133153	94277	94810	94277
Total	165397	159794	151568	159794
Notes :				
1. Segment 'C' is seasonal in nature with sales being highest in the first quarter.				
2. Segment Results after exceptional Items				
(₹ in lakhs)				
Segment - A	113	(1555)	(3727)	(7004)
Segment - B	2393	4272	3088	14144
Segment - C	7180	8709	3761	18561
Unallocated Income / (Expenses) - Net	(89)	(1680)	1881	1580
Interest	(702)	(470)	(547)	(1599)
Total	8895	9276	4456	25682



NOTES :-

- 1) These results have been reviewed by the Board Audit Committee and approved by the Board of Directors at its Meeting held on 13th August, 2014.
- 2) The Company has opted to publish consolidated financial results, pursuant to option made available as per Clause 41 of the Listing Agreements. The consolidated financial results are available on the Company's website viz. www.voltas.com and on the websites of BSE (www.bseindia.com) and NSE (www.nseindia.com).

- 3) In the previous years, due to significant upward revision in estimated cost of a major project in Qatar, Sidra Medical and Research Centre, the Company accounted for cost overrun in accordance with the requirement of Accounting Standard (AS) 7. Subsequent to close of the quarter, the Main Contractor has recently been terminated by the end customer (Qatar Foundation) and a new main contractor has been appointed. As provided in the original contract, Qatar Foundation has asked for the assignment of contracts of select subcontractors including Voltas to the new main contractor. However, a formal understanding to that effect is yet to be reached. Based on information currently available, no further provision is presently considered necessary. Nevertheless, uncertainties in the completion schedule, assignment of the sub-contracts and approval of variations/claims continue, which could modify the Company's current estimates of cost and entitlements. The Company continues to pursue its entitlements vigorously.

- 4) Exceptional Items - Net :

Exceptional income / (expenses)	(₹ in lakhs)			
	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014 (Audited)
Assignment of Long term Maintenance Contracts	-	1254	-	1679
Profit on sale of properties	53	-	-	-
Provision for diminution in value of investments	-	(2012)	-	(2012)
Charge of Voluntary Retirement Scheme / Early Separation Scheme	(7)	-	(8)	(8)
Total exceptional items	46	(758)	(8)	(341)

- 5) Figures of the quarter ended 31st March, 2014 are the balancing figures between audited figures in respect of the full financial year ended 31st March, 2014 and the year to date figures upto the third quarter of the relevant financial year which were subject to limited review by Auditors.
- 6) Effective April 1, 2014, the Company has, realigned the depreciation policy on furniture and fixtures from Written Down Value method to Straight Line Method as well as the useful lives of all fixed assets, as per Schedule II to the Companies Act, 2013, except for depreciation on project specific assets which are charged off over the period of the project, on a straight line basis. Accordingly, the depreciation charge for the quarter ended June 30, 2014 is lower by ₹ 1 lakh (net of ₹ 292 lakhs write back of depreciation upto 31st March, 2014 on account of change in method) and an amount of ₹ 541 lakhs (net of tax of ₹ 278 lakhs) representing the carrying amount of assets with revised useful lives as Nil as at 31st March, 2014 which has been adjusted against the opening balance of reserves as permitted under the Companies Act, 2013.
- 7) The Statutory Auditors of the Company have conducted a "Limited Review" of the aforesaid financial results.
- 8) Figures for previous period / year have been regrouped, wherever necessary.

For and on behalf of the Board of Directors


Sanjay Johri
Managing Director

Mumbai, 13th August, 2014.

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF VOLTAS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **VOLTAS LIMITED** ("the Company") for the quarter ended 30th June, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. 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 the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable in respect of Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Note No. 3 to the statement with respect to uncertainties related to costs to come, the approval of variations, the final completion schedule, assignment of subcontract and other terms, consequent to termination of the main contractor by the end customer with regard to a major complex project.

Our report is not qualified in respect of this matter.

5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in



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respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the quarter ended 30th June, 2014 of the Statement, from the details furnished by the Management.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



B. P. Shroff
Partner
(Membership No. 34382)

MUMBAI, 13th August, 2014

