

# Price Waterhouse

Chartered Accountants

The Board of Directors  
Harrisons Malayalam Limited  
24/1624, Bristow Road,  
Willingdon Island  
Kochi- 682003

1. We have reviewed the results of Harrisons Malayalam Limited (the "Company") for the quarter ended June 30, 2015 which are included in the accompanying 'Unaudited Financial Results for the Quarter ended June 30, 2015' (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. 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 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 financial statements are free of material misstatement.
3. 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.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. We draw your attention to Note 3 to the Statement regarding non-ascertainment and non-provisioning of tax expense (current tax and deferred tax) during the quarter ended June 30, 2015, which is not in accordance with Accounting Standard 22 on "Accounting for Taxes of Income" as notified in Companies (Accounting Standards) Rules, 2006 as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The impact of such non- provision on the Loss after taxation and loss per share for the quarter ended June 30, 2015 is presently indeterminate.



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6. Based on our review conducted as above, except for the indeterminate effects of the matter referred to in paragraph 5 above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, and 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 Price Waterhouse  
Firm Registration Number:301112E  
Chartered Accountants



Pinaki Chowdhury  
Partner  
Membership Number :57572

Kolkata  
August 11, 2015



**Harrisons Malayalam Limited**

CIN:L01119KL1978PLC002947

Regd .Office : 24/1624 , Bristow Road, Kochi -682 003

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**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2015**

Rs lacs

PARTICULARS	QUARTER ENDED			YEAR ENDED
	30.06.2015	31.03.2015	30.06.2014	31.03.2015
	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income from Operations</b>				
Net sales/ Income from operations	6,081	7,978	7,550	32,185
Other Operating Income	211	235	233	922
<b>Total Income from Operations (Net)</b>	<b>6,292</b>	<b>8,213</b>	<b>7,783</b>	<b>33,107</b>
<b>2 Expenses</b>				
a Cost of Materials consumed	1,456	2,104	2,135	9,041
b Purchase of Stock in trade	45	(3)	252	389
c Changes in inventories of finished goods	(989)	805	(899)	65
d Employee Benefits expense	3,392	3,134	3,692	13,301
e Depreciation	142	273	147	729
f Engineering Contract Cost - Materials and Contract Expenses	1	18	240	316
g Consumption of Stores and Spare Parts and Packing material	695	675	996	3,001
h Other Expenditure	2,089	2,025	2,266	8,704
<b>Total Expenses</b>	<b>6,831</b>	<b>9,031</b>	<b>8,829</b>	<b>35,546</b>
<b>3 (Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1 - 2)</b>	<b>(539)</b>	<b>(818)</b>	<b>(1,046)</b>	<b>(2,439)</b>
<b>4 Other Income</b>	68	114	62	329
<b>5 (Loss) from Ordinary Activities before Finance Cost and Exceptional Items (3 + 4)</b>	<b>(471)</b>	<b>(704)</b>	<b>(984)</b>	<b>(2,110)</b>
<b>6 Finance Cost</b>	365	398	329	1,430
<b>7 (Loss) from Ordinary Activities after Finance Cost but before Exceptional Items (5 - 6)</b>	<b>(836)</b>	<b>(1,102)</b>	<b>(1,313)</b>	<b>(3,540)</b>
<b>8 Exceptional Items</b>				
<b>9 (Loss) from Ordinary Activities before tax ( 7 +/- 8)</b>	<b>(836)</b>	<b>(1,102)</b>	<b>(1,313)</b>	<b>(3,540)</b>
<b>10 Tax Expenses</b>				
<b>11 Net (Loss) from Ordinary Activities after tax ( 9 - 10)</b>	<b>(836)</b>	<b>(1,102)</b>	<b>(1,313)</b>	<b>(3,540)</b>
<b>12 Extraordinary Items (Note 8)</b>				14
<b>13 Net (Loss) for the period ( 11 +/- 12)</b>	<b>(836)</b>	<b>(1,102)</b>	<b>(1,313)</b>	<b>(3,526)</b>
<b>14 Paid up Equity Share Capital (Face Value of Rs.10 each)</b>	1,845	1,845	1,845	1,845
<b>15 Reserves Excluding Revaluation Reserves (as per Balance Sheet of previous accounting year)</b>				12,864
<b>16 Earnings/(Loss) per share (of Rs 10/- each) (before extraordinary items) (not annualised)</b>				
a Basic	(Rs.4.53)	(Rs.5.97)	(Rs.7.12)	(Rs.19.18)
b Diluted	(Rs.4.53)	(Rs.5.97)	(Rs.7.12)	(Rs.19.18)
<b>17 Earnings/(Loss) per share (of Rs 10/- each) (after extraordinary items) (not annualised)</b>				
a Basic	(Rs.4.53)	(Rs.5.97)	(Rs.7.12)	(Rs.19.10)
b Diluted	(Rs.4.53)	(Rs.5.97)	(Rs.7.12)	(Rs.19.10)

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		Rs lacs			
PARTICULARS		QUARTER ENDED			YEAR ENDED
		30.06.2015	31.03.2015	30.06.2014	31.03.2015
		Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Segment Revenue</b>				
	Tea	3,944	4,227	4,253	17,289
	Rubber	2,274	3,677	3,133	14,599
	Engineering (Note 6)	-	48	270	443
	Others	74	261	127	776
	<b>Total</b>	<b>6,292</b>	<b>8,213</b>	<b>7,783</b>	<b>33,107</b>
	Less : Inter Segment Revenue	-	-	-	-
	<b>Net Revenue from Operations</b>	<b>6,292</b>	<b>8,213</b>	<b>7,783</b>	<b>33,107</b>
<b>2</b>	<b>Segment Results</b>				
	Tea	(171)	(432)	(468)	(1,985)
	Rubber	(309)	(447)	(521)	(571)
	Engineering (Note 6)	(19)	9	(17)	(6)
	Others	14	154	13	408
	<b>Total</b>	<b>(485)</b>	<b>(716)</b>	<b>(993)</b>	<b>(2,154)</b>
	Less : Interest expense	343	393	327	1,414
	Add : Unallocable income	14	12	9	44
	Less : Unallocable expense	22	5	2	16
	<b>(Loss) Before Tax (Note 8)</b>	<b>(836)</b>	<b>(1,102)</b>	<b>(1,313)</b>	<b>(3,540)</b>
<b>3</b>	<b>Capital Employed</b> (Segment Assets-Segment Liabilities)				
	Tea	32,046	31,320	32,730	31,320
	Rubber	7,336	7,062	7,853	7,062
	Engineering (Note 6)	125	219	973	219
	Others	2	29	31	29
	<b>Total</b>	<b>39,509</b>	<b>38,630</b>	<b>41,587</b>	<b>38,630</b>

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<b>A PARTICULARS OF SHAREHOLDING</b>				
<b>PARTICULARS</b>	<b>QUARTER ENDED</b>			<b>YEAR ENDED</b>
	<b>30.06.2015</b>	<b>31.03.2015</b>	<b>30.06.2014</b>	<b>31.3.2015</b>
1 Public Shareholding				
- Number of Shares	9,171,750	9,171,750	9,171,750	9,171,750
- Percentage of Shareholding	49.70%	49.70%	49.70%	49.70%
2 Promoters and promoter group Shareholding				
a) Pledged/Encumbered				
- Number of shares	-	-	-	-
- % of shares (as a % of the total shareholding of promoter and promoter group)				
- % of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- Number of shares	9,283,655	9,283,655	9,283,655	9,283,655
- % of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
- % of shares (as a % of the total share capital of the company)	50.30%	50.30%	50.30%	50.30%
<b>B INVESTOR COMPLAINTS</b>	<b>QUARTER ENDED 30/06/2015</b>			
Pending at the beginning of the quarter	0			
Received during the quarter	4			
Disposed of during the quarter	4			
Remaining unsolved at the end of the quarter	0			

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## Notes

- 1 The Company's business being seasonal in nature, the results for the quarter ended June 30, 2015 are not indicative of the expected financial results for the year.
- 2 Cost of materials consumed represents cost of green leaf / bought latex and tea used for blending purchased from others.
- 3 As the ultimate Income Tax liability will depend on the results for the year ending March 31, 2016 and in view of the seasonal nature of the plantation business, the position with regard to the provision for Current Tax and also Deferred Tax will be determined at the end of the year.
- 4 Government of Kerala had issued a Notification revising the Minimum Wages of Plantation workers, which has been stayed by the Hon'ble High Court of Kerala .An amount of Rs.491 Laacs disbursed as "on account advance" has not been expensed, pending disposal of the case.
- 5 Replanting Expenses included in "Other Expenditure" includes :
  - a) Wages of Rs.188 Laacs for the quarter ended June 30,2015, Rs.179 Laacs for the quarter ended March 31, 2015, Rs.288 Laacs for the quarter ended June 30, 2014, Rs.1037 Laacs for the year ended March 31, 2015.
  - b) Material Consumption of Rs.46 Laacs for the quarter ended June 30,2015, Rs.10 Laacs for the quarter ended March 31, 2015, Rs.84 Laacs for the quarter ended June 30, 2014, Rs.267 Laacs for the year ended March 31, 2015.
- 6 The company in its Board meeting dated May 15, 2012 has approved the plan for transferring its Engineering Division to its wholly owned subsidiary HML Engineering Company Limited and has also obtained consent of its shareholders by way of postal ballot. The decision is consistent with the Company's long term strategy to focus on core plantation activity. Items in the above results are inclusive of ordinary activities attributable to the aforesaid discontinuing operations, where applicable.The Engineering Division is a separate business segment as per AS17 "Segment Reporting". The Board in its meeting of May 28, 2015 discussed on this to evaluate modus operandi/ process of transfer, which is being worked out.  
Revenue/Results/Capital Employed of such activities/Division included in the Company's Results is set out as part of disclosure of Segmentwise Performance above. Loss from discontinuing operation included in above results for the quarter ended June 30, 2015 is Rs.19 Laacs, profit for the quarter ended March 31, 2015 is Rs.9 laacs, loss for the year ended March 31, 2015 is Rs.6 laacs, loss for the quarter ended June 30, 2014 is Rs.17 laacs.
- 7 The Company has entered into a composite scheme of arrangement and amalgamation amongst Harrison's Malayalam Limited (HML) and Enchanting Plantations Limited (100% subsidiary of HML) and Malayalam Plantations Limited (100% subsidiary of Enchanting Plantations Limited) and Harmony Plantations Limited (100% subsidiary of HML) and their respective shareholders and their creditors ("the Scheme"). The Scheme has been approved by the Board of Directors and sanctioned by the shareholders of the Company and the Company has intimated to the Stock Exchanges in which the Company's shares are listed. As per the Scheme interalia certain Tea and Rubber estates would be transferred/ demerged to its subsidiaries. The Scheme is now pending before the High Court of Kerala.
- 8 Extraordinary item for the year ended March 31, 2015 represents insurance claim received by Company Rs 14 Laacs, towards damages caused by fire in one tea factory. Results of the Tea Segment under segment wise performance set out above is excluding the said extraordinary item.
- 9 Previous periods figures have been regrouped/rearranged wherever necessary to conform to current period's classification.
- 10 The Financial figures of quarter ended March 31, 2015 are the balancing figures between audited figures in respect of the full financial year ended on March 31, 2015 and the published year to date figures upto December 31, 2014.
- 11 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 11, 2015.
- 12 The Statutory Auditors have carried out a Limited Review of the Unaudited Financial Results for the quarter ended June 30, 2015 and their observation has been dealt with in Note 3 above which is self-explanatory.



for and on behalf of the Board of Directors

N. Dharmaraj  
Whole Time Director