



UKG & ASSOCIATES
CHARTERED ACCOUNTANTS

Umesh K. Gala B.Com, F.C.A.
Champak K. Dedhia B.Com, F.C.A.
Deepesh T. Chheda B.Com, F.C.A.

LIMITED REVIEW REPORT

To,
Board of Directors,
Fineotex Chemical Limited
Mumbai


We have reviewed the accompanying statement of unaudited financial results of Fineotex Chemical Limited for the quarter and nine months ended 31st December, 2011 prepared in pursuance of Clause 41 of the Listing Agreement. These financial statements are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Revised Standard on Review Engagements (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 misstatement. 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.

Based on our review conducted as above, 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 recognised 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 UKG & Associates
Chartered Accountants
(Firm Reg. No.: 123393W)




(Champak K. Dedhia)
Partner
Mem. No. 101769

Place: Mumbai
Date: 14th February, 2012

FINEOTEX CHEMICAL LIMITED

Regd. Off.:42/43, Marorama Chambers, S V Road, Bandra (W), Mumbai 400050

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2011

(₹ in Lakhs)

Sr. No.	Particulars	Quarter ended		9 Months ended	Year ended
		31.12.2011	30.09.2011	31.12.2011	31.03.2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	a) Sales				
	Gross Sales	871.44	928.16	2,620.43	3,061.23
	Less : Excise duty on Sales	50.78	73.64	187.73	236.84
	Net Sales / Revenues from Operations	820.66	854.52	2,432.70	2,824.39
	b) Other Operating Income	-	-	-	-
	Total Income	820.66	854.52	2,432.70	2,824.39
2	Expenditure				
	a) (Increase)/decrease in stock in trade and work-in-progress	(14.51)	(15.56)	(23.97)	(3.46)
	b) Consumption of raw materials	598.81	570.53	1,656.44	1,720.56
	c) Employees cost	30.39	23.14	77.18	91.55
	d) Depreciation	4.70	3.94	12.10	13.05
	e) Other expenditure	84.17	106.48	281.34	408.14
	Total Expenditure	703.57	688.53	2,003.10	2,229.84
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	117.09	165.99	429.60	594.55
4	Other Income	36.29	68.26	177.81	40.45
5	Profit before Interest & Exceptional Items	153.38	234.25	607.41	635.00
6	Interest	7.66	8.05	16.11	1.32
7	Profit after Interest but before Exceptional Items	145.72	226.20	591.30	633.68
8	Exceptional Item (Refer Note no.4)	(43.70)	66.52	22.82	0.65
9	Profit from Ordinary Activities before tax	189.42	159.68	568.48	633.03
	Provision for Taxes				
	a) Provision for Current Tax	40.00	64.50	172.00	204.00
	b) Short/(Excess) Provision	-	-	-	0.02
	c) Provision for Deferred Tax	12.36	(11.08)	7.63	4.20
10	Tax Expenses	52.36	53.42	179.63	208.22
11	Net Profit from Ordinary Activities after Tax	137.05	106.26	388.85	424.81
12	Extraordinary Items	-	-	-	-
13	Net Profit for the period	137.05	106.26	388.85	424.81
14	Paid-up equity share capital (Face Value of the Share ₹ 10 each)	1,122.98	1,122.98	1,122.98	1,122.98
15	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year				3,675.97
16	a. Basic and Diluted EPS before Extraordinary Items (Not annualised)	1.22	0.95	3.46	5.82
	b. Basic and Diluted EPS after Extraordinary Items (Not annualised)	1.22	0.95	3.46	5.82
17	Public shareholding				
	- Number of Shares	4,211,591	4,211,591	4,211,591	4,211,211
	- Percentage of Shareholding	37.50	37.50	37.50	37.50
18	Promoters and Promoter group Shareholding				
	a) Pledged/Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares to shareholding of promoters group	-	-	-	-
	- Percentage of shares to total shareholding of company	-	-	-	-
	b) Non-encumbered				
	- Number of shares	7,018,220	7,018,220	7,018,220.00	7,018,600
	- Percentage of shares to shareholding of promoters group	100.00	100.00	100.00	100.00
	- Percentage of shares to total shareholding of company	62.50	62.50	62.50	62.50

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Notes:

- 1 The above results were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors on 14th February 2012.
- 2 The Statutory Auditors of the Company have conducted a "Limited Review" of the above financial results for the quarter ended and nine month ended 31st December 2011 in compliance with Clause 41 of the Listing Agreement.
- 3 The shares of the Company were listed on 11-Mar-2011, hence the figures for the previous corresponding quarter ended and nine months ended 31st December 2010 are not available and not reported.
- 4 During the quarter, the Company has opted to follow the extension of provisions made vide Notification dated 29th December, 2011 issued by MCA (Ministry of Corporate Affairs) to the long term foreign currency monetary items. Accordingly the foreign exchange loss to be amortised upto the current date works to ₹ 22.82 lakhs. The Company had in the previous quarter debited ₹ 66.52 lakhs towards notional exchange loss arising out of restatement of foreign currency loan which was considered as exceptional in nature by the Company. Accordingly there is a reversal of excess debit of ₹ 43.70 lakhs made in during the previous quarter. The unamortised portion carried forward in the "Foreign Currency Monetary Item Translation Difference Account" as on 31st December, 2011 is ₹ 107.24 lakhs.

5 **Statement of utilisation of IPO funds**

Particulars of Fund Utilisation		(₹ in crs)
Amount received from IPO		29.48
Deployment of funds received from IPO		
	As per Prospectus	Actual Incurred
Investment in Capital expenditure	9.25	2.06
Working Capital Requirements	8.00	2.23
General Corporate Purpose	9.76	8.39
Issue Related Expenses	2.47	2.05
Total	29.48	14.73
Balance amount to be utilised		14.75
Interim Utilisation of balance IPO proceeds		
Investments in Mutual Funds		11.04
Fixed Deposits		3.71
Total		14.75

- 6 As per Accounting Standard 17 - Segment Reporting as notified by the Companies (Accounting Standards) Rules, 2006, the Company has only one segment - specialty chemicals.
- 7 There were no "Other Operating Income" during the respective periods reported above.
- 8 The Company has acquired 60% stake in a Malaysian Company which operates in the same line of business as the Company. Its results will be consolidated on a yearly basis.
- 9 During the quarter, no investor complaint was received. There was no complaint pending at the beginning or end of the quarter.
- 10 Previous period's figures have been regrouped, rearranged and reclassified wherever necessary, to correspond with those of the current period.

Mumbai, 14th February 2012



For Fineotex Chemical Limited

S. Tibrewala
Surenrakumar Tibrewala
Chairman & Managing Director