

**KALYANIWALLA  
& MISTRY ( Regd. )**

**C H A R T E R E D   A C C O U N T A N T S**

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The Board of Directors  
Grindwell Norton Limited  
Leela Business Park,  
5<sup>th</sup> Level,  
Andheri-Kurla Road,  
Mumbai 400 059.

Dear Sirs,

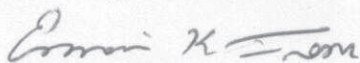
**LIMITED REVIEW REPORT**

We have reviewed the accompanying Statement of Unaudited Financial Results of Grindwell Norton Limited for the quarter and half year ended September 30, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which has 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 at its meeting held on October 23, 2013. 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) 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. 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 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 KALYANIWALLA & MISTRY  
CHARTERED ACCOUNTANTS  
Firm Regn. No. 104607W**



**Ermin K. Irani**

**Partner**

**Membership No. 35646**

Mumbai, October 23, 2013.

## GRINDWELL NORTON LIMITED

Regd. Office: Leela Business Park, 5th Level, Andheri-Kurla Road, Mumbai 400 059.

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30th September, 2013

(Rs. In lacs)

	Quarter ended 30-09-2013 Unaudited	Quarter ended 30-06-2013 Unaudited	Quarter ended 30-09-2012 Unaudited	Half year ended 30-09-2013 Unaudited	Half year ended 30-09-2012 Unaudited	Year ended 31-03-2013 Audited
<b>PART I</b>						
<b>1</b>	<b>Income from operations</b>					
	(a) Net Sales/Income from Operations	22,514	21,578	22,944	44,092	91,378
	(b) Other Operating Income	1,136	896	660	2,032	3,131
	<b>Total income from Operations</b>	<b>23,650</b>	<b>22,474</b>	<b>23,604</b>	<b>46,124</b>	<b>94,509</b>
<b>2</b>	<b>Expenses</b>					
	a. Consumption of Raw Materials	9,689	8,158	10,351	17,847	39,421
	b. Purchase of Traded Goods	1,566	1,713	1,682	3,279	6,543
	c. (Increase)/Decrease in stock in trade	(544)	455	(612)	(89)	(1,220)
	d. Employees' Cost	2,710	2,811	2,567	5,521	10,427
	e. Depreciation & Amortisation expenses	646	585	436	1,231	1,942
	f. Power & Fuel	1,500	1,207	1,475	2,707	5,935
	g. Other Expenses	5,501	4,650	4,524	10,151	19,049
	<b>Total expenses</b>	<b>21,068</b>	<b>19,579</b>	<b>20,423</b>	<b>40,647</b>	<b>82,097</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs</b>					
		2,582	2,895	3,181	5,477	12,412
<b>4</b>	<b>Other Income</b>					
		381	250	246	631	1,252
<b>5</b>	<b>Profit / (Loss) from ordinary activities before finance costs</b>					
		2,963	3,145	3,427	6,108	13,664
<b>6</b>	<b>Finance Costs</b>					
		15	8	14	23	59
<b>7</b>	<b>Profit / (Loss) before tax</b>					
		2,948	3,137	3,413	6,085	13,605
<b>8</b>	<b>Tax Expense</b>					
		916	966	1,011	1,882	3,838
<b>9</b>	<b>Net Profit/(Loss) for the period</b>					
		2,032	2,171	2,402	4,203	9,767
<b>10</b>	<b>Paid up Equity Share Capital</b>					
	(Face Value Rs. 5/- each)	2,768	2,768	2,768	2,768	2,768
<b>11</b>	<b>Reserves excluding Revaluation Reserve</b>					
		-	-	-	-	48,986
<b>12</b>	<b>Basic &amp; Diluted Earnings per share (of Rs. 5/- each) (not annualised):</b>					
		3.67	3.92	4.34	7.59	17.64
<b>PART II</b>						
<b>A PARTICULARS OF SHAREHOLDING</b>						
<b>1</b>	<b>Public Shareholding</b>					
	- Number of Shares	22,681,648	22,878,501	22,901,970	22,681,648	22,901,970
	- Percentage of Shareholding	40.97%	41.33%	41.37%	40.97%	41.37%
<b>2</b>	<b>Promoters and Promoter Group Shareholding</b>					
	a) Pledged/Encumbered	-	-	-	-	-
	b) Non-encumbered					
	- Number of Shares	32,678,352	32,481,499	32,458,030	32,678,352	32,458,030
	- Percentage of Shares					
	(i) As a % of total shareholding of Promoters and Promoter Group	100.00%	100.00%	100.00%	100.00%	100.00%
	(ii) As a % of total share capital of the Company	59.03%	58.67%	58.63%	59.03%	58.63%
<b>B INVESTOR COMPLAINTS</b>						
	- Pending at the beginning of the quarter		1			
	- Received during the quarter		1			
	- Disposed of during the quarter		2			
	- Remaining unresolved at the end of the quarter		-			

## Notes:

- The above financial results were reviewed by the Audit Committee after a "Limited Review" by the statutory auditors of the Company and the Board of Directors approved the same at their meeting held on 23rd October, 2013.
- Previous periods' figures have been recast wherever necessary.

Mumbai  
23rd October, 2013

For GRINDWELL NORTON LIMITED

ANAND MAHAJAN  
Managing Director

**STANDALONE SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

Rs in lacs

	Quarter ended 30-09-2013	Quarter ended 30-06-2013	Quarter ended 30-09-2012	Half Year ended 30-09-2013	Half Year ended 30-09-2012	Year ended 31-03-2013
<b>1. Segment Revenue (Sale of Products)</b>						
(a) Abrasives	16,492	14,817	15,185	31,309	29,762	60,231
(b) Ceramics & Plastics	5,716	6,102	6,239	11,818	12,988	26,291
(c) Others	649	1,037	1,798	1,686	3,337	6,243
<b>Total</b>	<b>22,857</b>	<b>21,956</b>	<b>23,222</b>	<b>44,813</b>	<b>46,087</b>	<b>92,765</b>
Less: Inter-Segment Revenue	343	378	278	721	675	1,387
<b>Net sales</b>	<b>22,514</b>	<b>21,578</b>	<b>22,944</b>	<b>44,092</b>	<b>45,412</b>	<b>91,378</b>
<b>2. Segment Results</b>						
(a) Abrasives	2,114	1,965	2,199	4,079	4,436	8,827
(b) Ceramics & Plastics	650	910	804	1,560	1,738	3,391
(c) Others	72	193	271	265	475	1,027
<b>Total</b>	<b>2,836</b>	<b>3,068</b>	<b>3,274</b>	<b>5,904</b>	<b>6,649</b>	<b>13,245</b>
Less: (1) Interest	15	8	14	23	23	59
(2) Other unallocable (Income)/ Expenditure (net)	(126)	(77)	(153)	(204)	(252)	(419)
<b>Profit Before Tax</b>	<b>2,947</b>	<b>3,137</b>	<b>3,413</b>	<b>6,085</b>	<b>6,878</b>	<b>13,605</b>
<b>3. Capital Employed (Segment Assets Less Segment Liabilities)</b>						
(a) Abrasives	31,359	31,406	29,794	31,359	29,794	31,810
(b) Ceramics & Plastics	17,030	16,767	15,606	17,030	15,606	16,087
(c) Others	1,020	1,595	2,262	1,020	2,262	1,890
(d) Unallocated	6,549	4,158	3,360	6,549	3,360	1,968
<b>Total Capital Employed in Segments</b>	<b>55,958</b>	<b>53,926</b>	<b>51,022</b>	<b>55,958</b>	<b>51,022</b>	<b>51,755</b>



**GRINDWELL NORTON LIMITED**  
**BALANCE SHEET AS AT 30th SEPTEMBER, 2013**

	As at 30th Sep, 2013 (Rs. Lacs)	As at 30th Sep, 2012 (Rs. Lacs)	As at 31st March, 2013 (Rs. Lacs)
<b>A EQUITY AND LIABILITIES</b>			
<b>1 SHAREHOLDERS' FUNDS</b>			
(a) Capital	2,768	2,768	2,768
(b) Reserves and Surplus	53,548	48,630	49,354
	<b>56,316</b>	<b>51,398</b>	<b>52,122</b>
<b>2 Non-current liabilities</b>			
(a) Deferred tax liabilities (net)	1,708	1,474	1,498
(b) Other long-term liabilities	538	532	545
(c) Long-term provisions	1,462	1,654	1,494
	<b>3,708</b>	<b>3,660</b>	<b>3,537</b>
<b>3 Current liabilities</b>			
(a) Short-term borrowings	-	858	-
(b) Trade payables	5,647	6,412	5,817
(c) Other Current liabilities	10,244	10,048	9,150
(d) Short-term provisions	950	548	4,643
	<b>16,841</b>	<b>17,866</b>	<b>19,610</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>76,865</b>	<b>72,924</b>	<b>75,269</b>
<b>B ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Fixed assets	34,305	31,683	34,578
(b) Non-current investments	5,118	4,745	5,118
(c) Long-term loans and advances	1,538	2,349	1,709
(d) Other non-current assets	-	262	3
	<b>40,961</b>	<b>39,039</b>	<b>41,408</b>
<b>2 Current assets</b>			
(a) Inventories	16,891	18,093	15,313
(b) Trade receivables	9,227	9,747	9,533
(c) Cash and cash equivalents	5,509	2,915	5,548
(d) Short-term loans and advances	2,742	2,240	2,279
(e) Other current assets	1,535	890	1,188
	<b>35,904</b>	<b>33,885</b>	<b>33,861</b>
<b>TOTAL</b>	<b>76,865</b>	<b>72,924</b>	<b>75,269</b>

