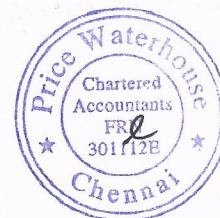


The Board of Directors  
Harrisons Malayalam Limited,  
24/1624, Bristow Road,  
Willingdon Island  
Kochi-682003

1. We have reviewed the results of Harrisons Malayalam Limited (the "Company") for the quarter ended June 30, 2013 which are included in the accompanying 'Unaudited Financial Results for the quarter ended June 30, 2013' (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoters 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 'Promoters 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 on the Statement, regarding non-ascertainment/ non-provisioning of income tax liability (current and deferred) during the quarter ended June 30, 2013, which is not in accordance with Accounting Standard 22 on "Accounting for Taxes on Income" as notified in Companies (Accounting Standards) Rules 2006. The impact of such non-ascertainment/ non-provisioning on the profit and earnings per share for the quarter ended June 30, 2013 and on the capital employed as on that date is presently indeterminate.



6. Based on our review conducted as above, except for the indeterminate effects of the matters 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 211(3C) of the Companies Act, 1956 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 057572

Kolkata  
August 14 ,2013





# Harrisons Malayalam Limited

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



## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2013

Rs. Lacs

| Particulars   | Quarter Ended |                |               | Year Ended     |                |
|---|---------------|----------------|---------------|----------------|----------------|
|   | June 30, 2013 | March 31, 2013 | June 30, 2012 | March 31, 2013 | March 31, 2013 |
|   | Unaudited     | Unaudited      | Unaudited     | Audited        | Audited        |
| <b>1. Income from Operations</b>  |               |                |               |                |                |
| Net sales/ Income from operations   | 7,423         | 8,673          | 6,717         | 33,345         | 33,345         |
| Other Operating Income  | 1,049         | 687            | 293           | 1,398          | 1,398          |
| <b>Total Income from Operations (Net)</b>   | <b>8,477</b>  | <b>9,360</b>   | <b>7,010</b>  | <b>34,743</b>  | <b>34,743</b>  |
| <b>2. Expenses</b>  |               |                |               |                |                |
| a. Cost of Materials consumed   | 2,217         | 1,817          | 1,534         | 8,142          | 8,142          |
| b. Purchase of Stock in trade   | 162           | 74             | 290           | 767            | 767            |
| c. Changes in inventories of finished goods   | (699)         | 1,245          | (808)         | (95)           | (95)           |
| d. Employee Benefits expense  | 2,969         | 2,657          | 2,845         | 11,621         | 11,621         |
| e. Depreciation   | 154           | 207            | 151           | 676            | 676            |
| f. Engineering Contract Cost - Materials and Contract Expenses  | 299           | 386            | 315           | 1,334          | 1,334          |
| g. Consumption of Stores and Spare Parts and Packing material   | 800           | 681            | 724           | 2,660          | 2,660          |
| h. Other Expenditure  | 2,189         | 1,877          | 2,107         | 8,079          | 8,079          |
| <b>Total Expenses</b>   | <b>8,121</b>  | <b>8,944</b>   | <b>7,158</b>  | <b>33,184</b>  | <b>33,184</b>  |
| <b>3. Profit/(Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1 - 2)</b> | <b>356</b>    | <b>416</b>     | <b>(148)</b>  | <b>1,559</b>   | <b>1,559</b>   |
| 4. Other Income   | 61            | 87             | 68            | 248            | 248            |
| <b>5. Profit/(Loss) from Ordinary Activities before Finance Cost and Exceptional Items (3 + 4)</b>      | <b>417</b>    | <b>503</b>     | <b>(80)</b>   | <b>1,807</b>   | <b>1,807</b>   |
| 6. Finance Cost   | 380           | 387            | 343           | 1,459          | 1,459          |
| 7. Profit/(Loss) from Ordinary Activities after Finance Cost but before Exceptional Items (5 - 6)       | 37            | 116            | (423)         | 348            | 348            |
| 8. Exceptional Items  |               |                |               |                |                |
| <b>9. Profit/(Loss) from Ordinary Activities before tax (7 +/- 8)</b>                                   | <b>37</b>     | <b>116</b>     | <b>(423)</b>  | <b>348</b>     | <b>348</b>     |
| 10. Tax Expenses  |               | 118            |               | 118            | 118            |
| <b>11. Net Profit/(Loss) from Ordinary Activities after tax (9 - 10)</b>                                | <b>37</b>     | <b>(2)</b>     | <b>(423)</b>  | <b>230</b>     | <b>230</b>     |
| 12. Extraordinary Items   |               |                |               |                |                |
| <b>13. Net Profit/(Loss) for the period (11 +/- 12)</b>   | <b>37</b>     | <b>(2)</b>     | <b>(423)</b>  | <b>230</b>     | <b>230</b>     |
| 14. Paid up Equity Share Capital (Face Value of Rs. 10 each)  | 1,845         | 1,845          | 1,845         | 1,845          | 1,845          |
| 15. Reserves Excluding Revaluation Reserves as per Balance Sheet of previous accounting year            |               |                |               |                |                |
| 16. Earnings/(Loss) per share (before extraordinary items) (of Rs 10/- each) (not annualised):          |               |                |               |                |                |
| (a) Basic   | Re.0.20       | (Re.0.01)      | (Rs.2.29)     | Rs.1.24        | Rs.1.24        |
| (b) Diluted   | Re.0.20       | (Re.0.01)      | (Rs.2.29)     | Rs.1.24        | Rs.1.24        |
| 17. Earnings/(Loss) per share (after extraordinary items) (of Rs 10/- each) (not annualised):           |               |                |               |                |                |
| (a) Basic   | Re.0.20       | (Re.0.01)      | (Rs.2.29)     | Rs.1.24        | Rs.1.24        |
| (b) Diluted   | Re.0.20       | (Re.0.01)      | (Rs.2.29)     | Rs.1.24        | Rs.1.24        |
| <b>Segmentwise Performance</b>  |               |                |               |                |                |
| <b>1. Segment Revenue</b>   |               |                |               |                |                |
| Tea   | 4,094         | 4,800          | 3,387         | 16,339         | 16,339         |
| Rubber  | 3,959         | 3,900          | 3,133         | 16,245         | 16,245         |
| Engineering (Refer Note 6)  | 355           | 414            | 371           | 1,531          | 1,531          |
| Others  | 69            | 246            | 119           | 628            | 628            |
| <b>Total</b>  | <b>8,477</b>  | <b>9,360</b>   | <b>7,010</b>  | <b>34,743</b>  | <b>34,743</b>  |
| Less: Inter Segment Revenue   | -             | -              | -             | -              | -              |
| <b>Net Revenue from Operations</b>  | <b>8,477</b>  | <b>9,360</b>   | <b>7,010</b>  | <b>34,743</b>  | <b>34,743</b>  |
| <b>2. Segment Results</b>   |               |                |               |                |                |
| Tea   | (101)         | (10)           | (345)         | (392)          | (392)          |
| Rubber  | 507           | 382            | 209           | 1,833          | 1,833          |
| Engineering (Refer Note 6)  | (7)           | (36)           | (2)           | (42)           | (42)           |
| Others  | 6             | 146            | 55            | 355            | 355            |
| Less: Interest expense  | 405           | 482            | (63)          | 1,754          | 1,754          |
| Add: Unallocable income   | 342           | 346            | 337           | 1,381          | 1,381          |
| Less: Unallocable expense   | 12            | 21             | 3             | 53             | 53             |
| <b>Total Profit/(Loss) Before Tax</b>   | <b>37</b>     | <b>116</b>     | <b>(423)</b>  | <b>348</b>     | <b>348</b>     |
| <b>3. Capital Employed</b>  |               |                |               |                |                |
| (Segment Assets - Segment Liabilities)  |               |                |               |                |                |
| Tea   | 33,136        | 33,066         | 33,127        | 33,063         | 33,063         |
| Rubber  | 7,974         | 7,686          | 7,730         | 7,636          | 7,636          |
| Engineering (Refer Note - 6)  | 1,117         | 1,222          | 1,610         | 1,222          | 1,222          |
| Others  | 81            | 56             | 93            | 66             | 66             |
| <b>Total</b>  | <b>42,308</b> | <b>41,917</b>  | <b>42,560</b> | <b>41,987</b>  | <b>41,987</b>  |



| A PARTICULARS OF SHAREHOLDING |   | 9,171,750 | 9,171,750 | 9,171,400 | 9,171,750 |
|-------------------------------|---|-----------|-----------|-----------|-----------|
| 1                             | Public Shareholding   |           |           |           |           |
|                               | -Number of Shares   | 9,171,750 | 9,171,750 | 9,171,400 | 9,171,750 |
|                               | -Percentage of Shareholding   | 49.70%    | 49.70%    | 49.69%    | 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 | 9,284,005 | 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%    | 50.31%    | 50.30%    |

| B INVESTOR COMPLAINTS |  | 3 months ended (30/06/2013) |                  |
|-----------------------|--|-----------------------------|------------------|
|                       | Pending at the beginning of the quarter      | 1                           |                  |
|                       | Received during the quarter                  | 5                           |                  |
|                       | Disposed of during the quarter               | 4                           |                  |
|                       | Remaining unsolved at the end of the quarter | 2                           | (since resolved) |

#### Notes

- The Company's business being seasonal in nature, the results for the quarter ended June 30, 2013 are not indicative of the expected financial results for the year.
- Cost of materials consumed represents cost of green leaf / bought latex and sheels/ tea used for blending purchased from others.
- As the ultimate income Tax liability will depend on the results for the year ending March 31, 2014 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.
- Government of Kerala had issued a Notification revising the Minimum Wages of Plantation workers, which has been stayed by the Honble High Court of Kerala. An amount of Rs.491 Lacs disbursed as "on account advance" has not been expensed, pending disposal of the case.
- Replanting Expenses included in "Other Expenditure" includes :  
a) Wages of Rs.312 Lacs for the quarter ended June 30, 2013, Rs.93 Lacs for the quarter ended March 31, 2013, Rs.283 Lacs for the quarter ended June 30, 2012, Rs.1030 Lacs for the year ended March 31, 2013.  
b) Stores Consumption of Rs.124 Lacs for the quarter ended June 30, 2013, Rs.28 Lacs for the quarter ended March 31, 2013, Rs.200 Lacs for the quarter ended June 30, 2012, Rs.390 Lacs for the year ended March 31, 2013.
- 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".  
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 (before taxation) from discontinuing operation included in above results for the quarter ended June 30, 2013 is Rs 7 lacs for the quarter ended March 31, 2013 - Rs 36 lacs for the quarter ended June 30, 2012 - Rs 2 lacs , for the year ended March 31, 2013 - Rs 42 lacs).  
Related tax incidence of the above for the current quarter and corresponding previous quarter has not been worked out in view of the remarks set out in note 3 above.
- 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 respective 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 inter alia certain Tea and Rubber estates would be transferred/ demerged to its subsidiaries. The Scheme is now pending before the High Court of Kerala.
- The figures for the quarter ended March 31, 2013 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2013 and the unaudited year to date figures upto third quarter ended December 31, 2012.
- Previous periods figures have been regrouped/rearranged wherever necessary to conform to current period's classification.
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 14, 2013.
- The Statutory Auditors have carried out a Limited Review of the Unaudited Financial Results for the quarter ended June 30, 2013 and their observation has been dealt with in Note 3 above which is self-explanatory.

Kolkata  
August 14, 2013



*[Signature]*  
DIRECTOR