

**Alok Mittal & Associates**  
Chartered Accountants  
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**Auditor's Report On Quarterly Financial Results of M/S ARO GRANITE INDUSTRIES LIMITED and Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement**

To  
The Board of Directors of M/S ARO GRANITE INDUSTRIES LIMITED

We have audited the quarterly financial results of M/S ARO GRANITE INDUSTRIES LIMITED for the quarter ended 31<sup>st</sup> December 2013 and the year to date results for the period 01.04.2013 to 31.12.2013, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

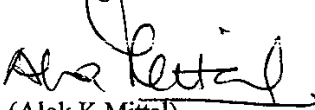
We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended 31st December, 2013 as well as the year to date results for the period from 01.04.2013 to 31.12.2013.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For Alok Mittal & Associates  
Chartered Accountants  
Firm Reg No. 005717N

  
(Alok K Mittal)  
Partner  
M. No. 071205

Place :- Hosur  
Date : 25.01.2014

# Aro granite industries Ltd.

(100% Export Oriented Unit)

## AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE-MONTHS ENDED 31<sup>ST</sup> DECEMBER, 2013

PART-I Particulars	Rs. in lacs					
	Quarter ended 31.12.13 Audited	Quarter ended 30.09.13 Audited	Quarter ended 31.12.12 Unaudited	Nine months ended 31.12.13 Audited	Nine months ended 31.12.12 Unaudited	Year ended 31.03.2013 Audited
1. Sales/Income from Operations	6,125.38	6,745.05	4,641.06	18,521.34	13,607.40	18,900.91
Less Excise Duty	69.28	48.38	42.79	160.73	127.44	175.23
Net Sales/Income From Operations	6,056.10	6,696.67	4,598.27	18,360.61	13,479.96	18,725.68
2. Expenditure						
a. (Increase)/decrease in stock in trade and work in progress	(587.62)	(311.11)	(670.76)	(1,156.32)	(506.50)	(538.45)
b. Consumption of raw materials	4,318.37	4,198.78	3,373.17	11,832.14	8,227.68	10,933.51
c. Purchase of traded goods	24.09	65.21	58.84	151.60	194.47	251.14
d. Employee cost	340.65	308.79	286.43	945.08	779.86	1,082.86
e. Depreciation	128.56	134.48	128.41	393.22	342.64	470.00
f. Other expenditure	1,351.68	1,296.24	1,087.50	3,839.37	2,907.88	4,476.10
g. Total	5,575.73	5,692.39	4,263.59	16,005.09	11,946.03	16,675.16
(Any item exceeding 10% of the total expenditure to be shown separately)						
3. Profit from operation before other income, finance costs and Exceptional Items(1-2)	480.37	1,004.28	334.68	2,355.52	1,533.93	2,050.52
4. Other Income	127.45	-163.74	-22.70	-515.58	-129.06	-16.27
5. Profit from ordinary activities before finance costs and Exceptional Items(3+4)	607.82	840.54	311.98	1,839.94	1,404.87	2,034.25
6. Finance costs	139.32	132.59	131.41	397.00	372.53	513.30
7. Profit from ordinary activities after finance costs but before Exceptional Items(5-6)	468.50	707.95	180.57	1,442.94	1,032.34	1,520.95
8. Exceptional Items	788.20	---	---	788.20	---	---
9. Profit (+)/ Loss (-) from Ordinary activities before tax (7+8)	1,256.70	707.95	180.57	2,231.14	1,032.34	1,520.95
10. Tax Expenses	269.68	183.87	36.13	506.85	410.02	395.03
11. Net Profit (+)/ Loss (-) from Ordinary activities after tax (9-10)	987.02	524.08	144.44	1,724.29	622.32	1,125.92
12. Extraordinary Item (net of tax expense Rs. _____)	---	---	---	---	---	---
13. Net Profit(+)/ Loss(-) for the period (11-12)	987.02	524.08	144.44	1,724.29	622.32	1,125.92
14. Paid-up equity share capital (Face value of Rs. 10/- each)	1,530.00	1,020.00	1,020.00	1,530.00	1,020.00	1,020.00
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	---	---	---	---	---	11,241.86
16. Earnings Per Share (EPS)						
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	6.57	5.55	1.42	11.66	6.10	11.92
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	6.45	5.14	1.42	11.27	6.10	11.04

For ARO GRANITE INDUSTRIES LTD.†

MG. DIRECTOR

PART-II		9035369 59.05	60,23,579 59.05	9035369 59.05	60,23,579 59.05	9035369 59.05	60,23,579 59.05
<b>A. PARTICULARS OF SHAREHOLDING</b>							
1. Public Shareholding							
-Number of Shares(in lacs)		0	0	0	0	0	0
-Percentage of shareholding (%)		0	0	0	0	0	0
2. Promoters and promoter group Shareholding							
a) Pledged/Encumbered							
- Number of shares		0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)		0	0	0	0	0	0
- Percentage of shares (as a % of the total share capital of the company)		0	0	0	0	0	0
b) Non-encumbered							
- Number of Shares		6164631	4176421	6164631	3123421	6164631	3123421
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)		100.00	100.00	100.00	74.79	100.00	74.79
- Percentage of shares (as a % of the total share capital of the company)		40.95	40.95	40.95	30.62	40.95	30.62

PARTICULARS		3 months ended 31.12.2013	
<b>B. INVESTORS COMPLAINT</b>			
Pending at the beginning of the quarter		NIL	
Received during the quarter		NIL	
Disposed off during the quarter		NIL	
Remaining unresolved at the end of the quarter		NIL	

**NOTES:**

1. The above results have been reviewed by the Audit Committee and Approved by the Board of Directors at their respective meetings held on 25.01.2014
2. The Company is in Granite Tiles and Slabs Business and does not have more than one reportable segment in line with the Accounting Standard (AS-17) "Segmental Reporting" issued by the Institute of Chartered Accountants of India and hence the segmental reporting is not required to be given.
3. Figures for the Previous year/Quarter have been regrouped/rearranged wherever necessary
4. Exceptional items consists of profit on the sale of assets of Unit 1 amounting to Rs 788.20 Lacs
5. The tax expenses for the current quarter is calculated after taking into account MAT Credit available, Long term capital gains Tax and the deferred tax liability

Place : Hosur  
Date : 25.01.2014

For ARO GRANITE INDUSTRIES LTD.

For & on behalf of the Board  
-SD-  
Sunil K. Arora  
Managing Director

MG. DIRECTOR