

D. P. Sen & Co.

Chartered Accountants

AUDITORS' REPORT

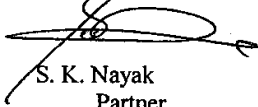
The Board of Directors of
AI Champdany Industries Limited
On the Limited Review of Unaudited Financial Results

1. We have reviewed the accompanying statement of 'Unaudited Financial Results of AI Champdany Industries Limited ('the Company') for the three months ended September 30, 2014 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 reviewed by us. 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 these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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.
3. We invite attention to Note (2) of the unaudited financial results of the Company for the three months ended September 30 2014 for non-ascertainment of Gratuity.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement together with the notes thereon, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Kolkata
Dated: November 14, 2014



For D P SEN & CO
Chartered Accountants
FRN 301054 E

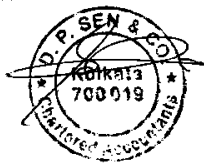

S. K. Nayak
Partner
Membership No.58711

Part I

Unaudited Financial Results for Three Months ended September 30,2014

Rs in lacs

Particulars	Three months ended			Six months ended		Year ended
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Income from Operations						
a) Net Sales/Income from Operations(net of excise duty)	7,406.83	6192.24	7,519.96	13,599.07	16,945.60	33,520.21
b) Other operating Income	98.87	113.07	69.05	211.94	143.95	497.62
Total income from operations (net)	7,505.70	6,305.31	7,589.01	13,811.01	17,089.55	34,017.83
2 Expenses						
a) Cost of materials consumed	3,128.10	2767.60	4,335.31	5,895.70	8,999.62	15,473.71
b) Purchase of stock in trade	687.78	1359.73	214.02	2,947.51	1,002.93	3,387.00
c) Changes in Inventories of Finished goods , Work in Progress and stock in trade	(751.51)	(1,273.41)	(1,285.20)	(2,024.92)	(1,510.65)	(1,363.79)
d) Employee benefits expense	2,221.61	1991.52	2,326.97	4,213.13	4,579.56	9,127.87
e) Depreciation and amortisation expense	139.09	139.10	182.63	278.19	365.26	679.56
f) Other expenditure	1,739.46	1,293.18	1,535.93	3,032.94	3,122.86	5,739.09
Total expenses	7,164.53	6,277.72	7,309.66	13,442.25	16,559.58	33,023.44
3 Profit from operations before other income, finance costs & exceptional items (1-2)	341.17	27.59	279.35	368.76	529.97	994.39
4 Other Income	0.14	1.06	0.96	1.20	1.76	39.17
5 Profit from ordinary activities before finance costs and exceptional items (3+4)	341.31	28.65	280.31	389.96	531.73	1,033.56
6 Finance costs	292.67	285.16	221.69	577.83	421.01	946.06
7 Profit from ordinary activities after finance costs but before exceptional items (5-6)	48.64	(256.51)	58.62	(207.87)	110.72	87.50
8 Exceptional Items	-	-	-	-	-	-
9 Profit from Ordinary Activities before tax (7-8)	48.64	(256.51)	58.62	(207.87)	110.72	87.50
10 Tax expense	(8.17)	(95.13)	(1.90)	(103.30)	(12.85)	(30.75)
11 Net Profit from Ordinary Activities after tax (9-10).	56.81	(161.38)	60.52	(104.57)	123.57	118.25
12 Extraordinary items (net of tax expense Rs)	-	-	-	-	-	-
13 Net Profit for the period (11-12)	56.81	(161.38)	60.52	(104.57)	123.57	118.25
14 Net Profit after Tax	56.81	(161.38)	60.52	(104.57)	123.57	118.25
15 Paid-up equity share capital (Face value Rs. 5/- per share)	1371.04	1371.04	1371.04	1371.04	1371.04	1371.04
16 Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year						5,876.78
17(i) Earning Per Share (before extra ordinary items) of Rs 5 each (not annualized)						
a) Basic	0.21	(0.59)	0.22	(0.38)	0.45	0.43
b) Diluted	0.21	(0.59)	0.22	(0.38)	0.45	0.43
17(ii) Earning Per Share (after extra ordinary items) of Rs 5 each (not annualized)						
a) Basic	0.21	(0.59)	0.22	(0.38)	0.45	0.43
b) Diluted	0.21	(0.59)	0.22	(0.38)	0.45	0.43

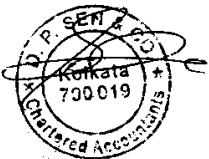


Particulars	Three months ended			Six months ended		Year ended
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
PART II Select Information						
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding						
- Number of shares	12,641,057	12,641,057	12,641,057	12,641,057	12,641,057	12,641,057
- Percentage of shareholding	46.10	46.10	46.10	46.10	46.10	46.10
2 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non- encumbered						
- Number of shares	14,779,774	14,779,774	14,779,774	14,779,774	14,779,774	14,779,774
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	53.90	53.90	53.90	53.90	53.90	53.90
B INVESTOR COMPLAINTS						
3 months ended 30.09.2014						
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					



AI CHAMPDANY INDUSTRIES LIMITED
SEGMENTWISE REVENUE, RESULT AND CAPITAL EMPLOYED

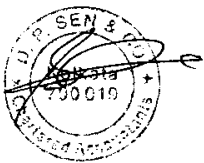
Particulars	Rs (In lacs)					
	Three months ended			Six months ended		Year ended
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue (Net of Excise Duty)						
a. Jute/ Jute Diversified Products & Services	6,888.68	5,615.78	6,816.58	12,504.46	15,741.93	31,021.96
b. Flax Products	617.02	689.53	772.48	1,306.55	1,347.62	3,010.38
Total	7,505.70	6,305.31	7,589.06	13,811.01	17,089.55	34,032.34
Less: Inter Segment Revenue	-	-	-	-	-	-
Net Sales/ Income from Operations	7,505.70	6,305.31	7,589.06	13,811.01	17,089.55	34,032.34
2 Segment Results Profit Before						
Tax & Finance Cost						
a. Jute/ Jute Diversified Products & Services	270.79	(51.88)	233.44	218.91	398.81	632.52
b. Flax products	70.38	79.47	45.91	149.85	131.16	376.38
c. Unallocated	0.14	1.06	0.96	1.20	1.76	24.66
Total	341.31	28.65	280.31	369.96	531.73	1,033.56
Less: Finance Cost	292.67	285.16	221.69	577.83	421.01	946.06
Profit Before Tax	48.64	(256.51)	58.62	(207.87)	110.72	87.50
3 Capital Employed						
(Segment asset - Segment liability)						
a. Jute/Jute Diversified Products & Services	8,166.67	8,247.93	8,885.98	8,166.67	8,885.98	8,638.38
b. Flax Products	1,805.70	1,763.28	1,530.07	1,805.70	1,530.07	1,698.40
c. Unallocated	811.66	793.57	673.45	811.66	673.65	708.97
Total	10,784.03	10,804.78	11,089.70	10,784.03	11,089.70	11,045.75



AI CHAMPDANY INDUSTRIES LIMITED
STATEMENT OF ASSETS & LIABILITIES

Rs in lacs

	As at 30.09.2014	As at 31.03.2014
	Unaudited	Audited
A EQUITY AND LIABILITIES		
1.Shareholders' Fund		
a)Share Capital	1,991.76	1,991.76
b)Reserves and Surplus	8,792.27	9,053.99
Sub total -shareholders' fund	10,784.03	11,045.75
2.Non - Current Liabilities		
a) Long Term Liabilities	1,100.00	-
b)Deferred Tax Liabilities (Net)	-	106.98
c)Other Long Term Liabilities	1,989.01	1,989.01
Sub total- Non Current Liabilities	3,089.01	2,095.99
3.Current Liabilities		
a)Short Term Borrowings	8,407.82	9,480.01
b)Trade Payables	6,686.77	5,258.19
c)Other Current Liabilities	2,450.58	1,980.95
d)Short Term Provisions	405.78	417.19
Sub total- Current Liabilities	17,950.95	17,136.34
TOTAL-EQUITY AND LIABILITIES	31,823.99	30,278.08
B ASSETS		
1.Non - Current Assets		
a)Fixed Assets		
i) Tangible Assets	8,149.63	8,635.33
ii) Capital Work In Progress	1,392.27	1,269.57
b) Non Current Investments	843.72	884.74
c)Deferred Tax Asset (Net)	25.33	-
Sub total- Non current assets	10,410.95	10,789.64
2.Current Assets		
a)Inventories	17,082.15	14,457.61
b)Trade Recievables	2,762.50	3,137.20
c)Cash and Cash Equivalents	69.48	24.39
d)Short Term Loans and Advances	1,498.91	1,869.24
Sub total- Current Assets	21,413.04	19,488.44
TOTAL- ASSETS	31,823.99	30,278.08



Notes:

1. The Operations at Yarn Unit and Libra Carpet Unit at Choudwar, Cuttack and Weaving Unit at Konnagar continued to remain suspended.
2. Gratuity has been accounted for in the books of accounts on actuarial basis except for one unit of the Company where gratuity liability for the year from 1997-98 to 2006-07 was treated and charged on cash basis. Provision for the current financial year shall be made in the yearly accounts on the basis of Annual Actuarial Valuation Certificate.
3. Effective from 1 April 2014, the Company has charged depreciation based on the revised remaining useful life of the assets as per the requirement of Schedule II of the Companies Act 2013. Due to above, depreciation charge for the quarter ended 30 September 2014 is lower by Rs.17.57 lacs. Further based on transitional provision as per note 7(b) of the Schedule II, an amount of Rs.62.19 lacs (Net of Deferred Tax) has been reduced from Retained Earnings.
4. The Company operates in two business segments viz. Jute/ Jute Diversified Products and Flax Products. Therefore, in terms of Accounting Standard 17 of the ICAI, results for the above two segments have been given as required under Accounting Standard.
5. Figures for the previous year are re-classified/re-arranged/re-grouped wherever necessary and as per the format revised by SEBI in conformity with the amended Schedule VI to the Companies Act, 1956.
6. The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 14 November 2014. The results are after "Limited Review" by the Auditors of the Company.

Kolkata
Date: 14 November 2014



On behalf of the Board


N Pujara
Managing Director

