

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
INDIAN ACRYLICS LIMITED**

1. We have reviewed the accompanying statement of standalone Unaudited Financial Results of **INDIAN ACRYLICS LIMITED** for the quarter and six months ended **30th September 2014** ("the Statement") being submitted by the Company pursuant to the requirement of clause 41 of the Listing agreements with stock exchanges, except for the disclosures regarding "Public shareholding" and "Promoter and Promoter group shareholding" which have been traced from disclosures made by the management and not have been reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of 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) 2410, **Engagements to Review of 'Interim Financial information Performed by the independent auditors 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.
3. 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 issued under the companies (accounting standard) rules 2006 which continue to apply as per Section 133 of the Companies Act 2013, read with rule 7 of the Companies (Accounts) rules, 2014] and other recognized 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.

Place: Chandigarh
Dated: 13/11/2014



For S.C. DEWAN & CO.
Chartered Accountants
(Firm's Registration No. 000934N)


(S.C. DEWAN)
PARTNER
Membership Number.15678

INDIAN ACRYLICS LIMITED
CIN: L24301PB1986PLC006715

REGD. OFFICE: VILLAGE - HARKISHANPURA, DISTT. - SANGRUR (PUNJAB)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30/09/2014

(Rupees in Lacs)

| PARTICULARS | 3 MONTHS ENDED | | | HALF YEAR ENDED | | YEAR ENDED |
|---|----------------|--------------|--------------|-----------------|--------------|--------------|
| | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (UNAUDITED) | (AUDITED) |
| | 30/09/14 | 30/06/14 | 30/09/13 | 30/09/14 | 30/09/13 | 31/03/14 |
| 1. Income from operations: | | | | | | |
| - Domestic Sale | 9668 | 10919 | 11448 | 20587 | 24089 | 49106 |
| - Export Sale | 3961 | 4726 | 5466 | 8687 | 1007 | 18639 |
| Less Excise Duty | 1525 | 1051 | 1381 | 2575 | 2706 | 5012 |
| Total income from operations (Net) | 12104 | 14594 | 15533 | 26698 | 30390 | 62733 |
| 2. Expenses: | | | | | | |
| a. Increase/ decrease in stock in trade | (1958) | -2929 | (1609) | (4897) | (2097) | -1308 |
| b. Cost of material consumed | 10627 | 14250 | 12892 | 24877 | 24709 | 49237 |
| c. Employee benefits expenses | 449 | 484 | 449 | 934 | 842 | 1661 |
| d. Depreciation & amortization expense | 246 | 229 | 335 | 475 | 515 | 975 |
| e. Other Expenditure | 2444 | 2123 | 2221 | 4567 | 4487 | 9007 |
| f. Prior Period Adjustment | 0 | -1 | 3 | 0 | 4 | 21 |
| Total Expenses | 11798 | 14157 | 14292 | 25955 | 28460 | 59594 |
| 3. Profit/(Loss) from Operations before other income (1-2) | 306 | 437 | 1242 | 743 | 1930 | 3139 |
| 4. Other Income | -41 | 61 | 72 | 102 | 138 | 380 |
| 5. Profit/ (Loss) from ordinary activities before finance costs & exceptional items (3+4) | 347 | 499 | 1314 | 845 | 2068 | 3519 |
| 6. Finance Cost | 291 | 227 | 1238 | 519 | 1590 | 2387 |
| 7. Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6) | 55 | 271 | 76 | 326 | 478 | 1132 |
| 8. Exceptional Income | - | - | - | - | - | - |
| 9. Profit/ (Loss) from Ordinary activities before tax (7+8) | 55 | 271 | 76 | 326 | 478 | 1132 |
| 10. Tax expenses (MAT) | - | - | - | - | - | - |
| 11. Net Profit/ (Loss) from Ordinary activities after tax (9-10) | 55 | 271 | 76 | 326 | 478 | 1132 |
| 12. Extraordinary items (Net of tax expenses Rs) | - | - | - | - | - | - |
| 13. Net Profit/ (Loss) for the period (11+12) | 55 | 271 | 76 | 326 | 478 | 1132 |
| 14. Paid-up Equity Share Capital (Face Value of Shares Rs.10/- each) | 13532 | 13532 | 13532 | 13532 | 13532 | 13532 |
| 15. Reserves Excluding Revaluation Reserves | - | - | - | - | - | 119 |
| Basic & Diluted EPS before & after extraordinary items (Not annualized) Rs. | 0.06 | 0.20 | 0.06 | 0.26 | 0.35 | 0.84 |
| A) PARTICULARS OF SHAREHOLDING | | | | | | |
| 1. Public Shareholding | | | | | | |
| No of shares | 62462265 | 62462265 | 63363013 | 62462265 | 63363013 | 63242313 |
| Percentage of shareholding | 46.16% | 46.16% | 48.84% | 46.16% | 48.84% | 46.73% |
| 2. Promoters & Promoter group Shareholding: | | | | | | |
| a) Pledge/ Encumbered: | | | | | | |
| - Number of Shares of promoters | 21069010 | 21069010 | 21069010 | 21069010 | 21069010 | 21069010 |
| - Percentage of Shareholding of promoters | 28.92 | 28.92 | 29.29 | 28.92 | 29.29 | 29.23 |
| - Percentage of Share capital of promoters | 15.57 | 15.57 | 15.57 | 15.57 | 15.57 | 15.57 |
| b) Non-encumbered | | | | | | |
| - Number of Shares of promoters | 51790887 | 51790887 | 50870139 | 51790887 | 50870139 | 51010839 |
| - Percentage of Shareholding of promoters | 71.08 | 71.08 | 70.71 | 71.08 | 70.71 | 70.77 |
| - Percentage of Share capital of promoters | 38.27 | 38.27 | 37.59 | 38.27 | 37.59 | 37.70 |

B) INVESTOR COMPLAINTS

| Particulars | 3 Months Ended 30.09.2014 |
|--|---------------------------|
| Pending at the beginning of the quarter | Nil |
| Received during the quarter | 1 |
| Disposed of during the quarter | 1 |
| Remaining unresolved at the end of the quarter | Nil |

NOTE- The above results were reviewed by the Audit Committee and have been taken on record in the meeting of Board of Directors held on 13/11/2014.

- The Statutory Auditors have carried out a limited review of the accounts for the quarter ended 30/09/2014

- The Erection work of first phase of 6600 spindles for Spining Mill has been completed and commercial production has commenced from 01/10/2014.

- The Company is in one business "Manufacture and Sale/ Trading of Acrylic Fibre/ Yarn", and operates from one geographical segment only. As such, Segment Reporting as defined in Accounting Standard 17 is not applicable.

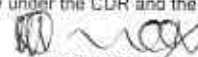
-The company revised The depreciation rates on tangible fixed assets w.e.f 01st april 2014 as per the useful life specified in the schedule II of the companies act 2013, the depreciation has been calculated based on the remaining useful life of the assets. Had the company continue with the previously applicable schedule XIV rate, charge for depreciation for the quarter and half year ended september 30, 2014 would have been lower and the net profit would have been higher by Rs. 10 lac and Rs 25 lacs respectively

- Previous period figures have been regrouped and rearranged, wherever considered necessary, to make them comparable with the current period.

- Company has paid a sum of Rs 408 lacs to the banks as recompense to settle the liability under the CDR and the same has been adjusted from the Capital reserve account.

Place : Chandigarh

Dated : 13/11/2014


H.K. SINGHAL
Financial Advisor



ANNEXURE - IX
CLAUSE 41 OF THE LISTING AGREEMENT

(RUPEES IN LAKHS)

| Standalone/ Consolidated Statement of Assets & Liabilities | | 30.09.2014 | 31.03.2014 |
|--|--|------------------|------------------|
| Particulars | | (Unaudited) | (Audited) |
| I | EQUITY AND LIABILITIES | | |
| 1 | Shareholders' Funds | | |
| | (a) Share Capital | 13,532.22 | 13,532.22 |
| | (b) Reserves & Surplus | (6,231.34) | (6,095.35) |
| | (c) Money received against share warrants | | |
| | Sub-Total- Shareholders' Fund | 7,300.88 | 7,436.87 |
| 2 | Share application money pending allotment | - | - |
| 3 | Minority Interest | | |
| 4 | Non- Current Liabilities | | |
| | (a) Long-Term borrowings | - | - |
| | (b) Deferred Tax Liabilities (Net) | | |
| | (c) Other Long Term Liabilities | 1,614.81 | 1,399.81 |
| | (d) Long Term Provisions | - | - |
| | Sub-total- Non-Current Liabilities | 1,614.81 | 1,399.81 |
| 5 | Current Liabilities | | |
| | (a) Short-Term borrowings | 5,505.75 | 2,483.27 |
| | (b) Trade payable | 14,450.15 | 14,089.12 |
| | (c) Other Current Liabilities | 1,196.17 | 1,970.29 |
| | (d) Short-Term Provisions | 1,096.47 | 472.49 |
| | Sub-total- Current Liabilities | 22,248.54 | 19,015.17 |
| | TOTAL- EQUITY AND LIABILITIES | 31,164.23 | 27,851.85 |
| II | ASSETS | | |
| 1 | Non-Current Assets | | |
| | (a) Fixed Assets | | |
| | i) Tangible Assets | 7,607.21 | 8,120.91 |
| | ii) Intangible Assets | | |
| | iii) Capital work-in-progress | 3,249.93 | 2,254.91 |
| | (b) Non-Current Investments | - | - |
| | (c) Deferred Tax Assets (Net) | | |
| | (d) Long Term Loans and Advances (Security Deposits) | 104.15 | 106.86 |
| | (e) Other Non-Current assets | 842.21 | |
| | Sub-total- Non-current assets | 11,803.50 | 10,482.68 |
| 2 | Current Assets | | |
| | (a) Current Investments | | |
| | (b) Inventories | 13,662.58 | 11,209.31 |
| | (c) Trade Receivables | 2,491.70 | 2,166.19 |
| | (d) Cash and Bank Equivalents | 327.74 | 2,140.88 |
| | (e) Short-Term Loans and Advances | 2,734.63 | 1,762.54 |
| | (f) Other Current Assets | 144.08 | 90.25 |
| | Sub-total- Current Assets | 19,360.73 | 17,369.17 |
| | TOTAL-ASSETS | 31,164.23 | 27,851.85 |

Place: Chandigarh
Date :13/11/2014


H K SINGHAL
Financial Advisor

