


Limited Review Report

**Review Report to
The Board of Directors
Ester Industries Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Ester Industries Limited ('the Company') for the quarter ended December 31, 2013 (the "Statement"), 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 the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. 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.
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 recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified under the Companies Act, 1956 read with General Circular 15/2013 dated 13 September 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013] 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 S.R. Batliboi & Associates LLP
ICAI Firm registration number: 101049W
Chartered Accountants

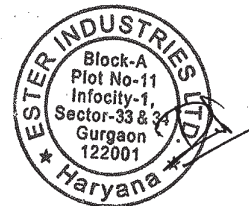


per Yogesh Midha
Partner
Membership No.: 94941

Place: New Delhi
Date: February 3, 2014



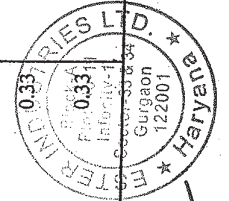
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ESTER INDUSTRIES LIMITED
REGD. OFFICE : SOHAN NAGAR, P.O. CHARUBETA
KHATIMA - 262 308. DISTT. UDHAMSINGH NAGAR (UTTRAKHAND)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON DECEMBER 31, 2013

Sl. no	Particulars	(Rs. In lacs)				
		Three months ended 31-Dec-13 (Unaudited)	Preceding Three months ended 30-Sep-13 (Unaudited)	Corresponding Three months ended 31-Dec-12 (Unaudited)	Nine months ended 31-Dec-13 (Unaudited)	Corresponding Nine months ended 31-Dec-12 (Unaudited)
PART I						
1	Income from Operations					
a)	Net sales/Income from Operations (Net of Excise Duty)	22,910.00	24,933.65	23,146.34	68,125.65	65,982.36
b)	Other Operating Income	212.90	276.52	409.96	719.04	1,227.87
	Total Income from operation (net) (1(a) +1(b))	23,122.90	25,210.17	23,556.30	68,844.69	67,210.23
2	Expenses					
a)	Cost of materials consumed	16,213.30	18,859.88	17,673.50	49,358.48	48,799.15
b)	Changes in Inventories of Finished goods and work in progress	383.39	(1,366.69)	(443.10)	(445.35)	(508.48)
c)	Employee benefits expenses	905.14	935.37	778.05	2,764.47	2,246.37
d)	Depreciation and amortization expense	776.90	749.18	736.06	2,251.58	2,140.75
e)	Loss/(Profit) on Foreign Exchange Fluctuation (Net)	(29.55)	(137.49)	(185.86)	(226.93)	(305.14)
f)	Other expenses	3,796.82	4,555.70	4,554.43	11,718.84	12,658.43
	Total Expenses (a+b+c+d+e+f)	22,046.00	23,595.95	23,113.08	65,421.09	65,031.08
3	Profit/(loss) from Operation before Other Income, Finance cost and Exceptional Items (1-2)	1,076.90	1,614.22	443.22	3,423.60	2,179.15
4	Other Income	39.04	33.16	27.33	133.23	112.80
5	Profit / (loss) from ordinary activities before Finance cost and Exceptional Item (3+4)	1,115.94	1,647.38	470.55	3,556.83	2,291.95
6	Finance cost	979.21	878.82	438.17	2,498.55	1,980.50
7	Profit / (loss) from ordinary activities after Finance cost but before Exceptional Item (5-6)	136.73	768.56	32.38	1,058.28	311.45
8	Exceptional items					
9	Profit / (loss) from Ordinary Activities before tax (7+8)	136.73	768.56	32.38	1,058.28	311.45
10	Tax expense					
-	Current Tax					
-	Less: Minimum Alternative Tax Credit					
-	Deferred Tax Charge/(credit)	27.25	153.88	6.48	211.74	62.31
11	Net Profit / (loss) from Ordinary Activities after tax (9-10)	(27.25)	(153.88)	(6.48)	(211.74)	(62.31)
12	Extraordinary Item (net of tax expense)	51.42	245.71	6.29	348.36	101.16
13	Net Profit / (loss) for the period (11-12)	85.31	522.85	26.09	709.92	210.29
14	Paid-up equity share capital (Face Value of Share Rs. 5/- each)	85.31	522.85	26.09	709.92	210.29
15	Reserves (excluding Revaluation Reserves as per balance sheet of previous accounting year)	3,144.69	3,144.69	3,144.69	3,144.69	3,144.69
16	Earning Per Share (face value of Rs. 5 each) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized)	0.14	0.83	0.04	1.13	0.33
	Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	0.14	0.83	0.04	1.13	0.33



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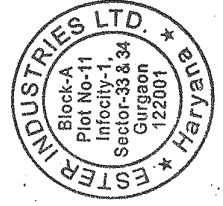
Sr. no	Particulars	(Rs. In lacs)					
		Three months ended 31-Dec-13 (Unaudited)	Preceding Three months ended 30-Sep-13 (Unaudited)	Corresponding Three months ended 31-Dec-12 (Unaudited)	Nine months ended 31-Dec-13 (Unaudited)	Corresponding Nine months ended 31-Dec-12 (Unaudited)	Previous Year ended 31-Mar-13 (Audited)
PART II							
A PARTICULARS OF SHAREHOLDING							
1	Public Shareholding						
	Number of Shares	17,550,264	17,550,264	17,550,264	17,550,264	17,550,264	
	Percentage of Shareholding	27.90%	27.90%	27.90%	27.90%	27.90%	
2	Promoters and promoter group Shareholding						
	a) Pledged/ Encumbered						
	Number of Shares	NIL	NIL	NIL	NIL	NIL	
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	
	Percentage of shares (as a % of total share capital of the Company)	-	-	-	-	-	
	b) Non - encumbered						
	Number of Shares	45,343,442	45,343,442	45,343,442	45,343,442	45,343,442	
	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	
	Percentage of shares (as a % of total share capital of the company)	72.10%	72.10%	72.10%	72.10%	72.10%	
B INVESTOR COMPLAINTS		3 Months ended on Dec 31, 2013					
	Pending at the beginning of the quarter	1					
	Received during the quarter	23					
	Disposed of during the quarter	24					
	Remaining unresolved at the end of the quarter	0					

NOTES :

- The unaudited results for the quarter ended December 31, 2013 have been subjected to a limited review by the statutory auditors. These results have been reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on February 3, 2014.
- Previous year / previous period figures have been regrouped / reclassified to confirm to current period classification.
- During the quarter, the shareholder have approved preferential allotment of 2,07,50,000 Zero Coupon Warrants convertible into equity shares at a price of Rs. 10.10/- each to a Non-Promoter entity in its meeting held on 31st October, 2013 subject to regulatory approvals.
- The Scheme of arrangement between Ester Industries Limited and Sriyam Impex Private Limited and their respective creditors and shareholders is pending for approval with High Court of Uttarakhand, Nainital.

Place : New Delhi
 Date : February 3, 2014

For ESTER INDUSTRIES LIMITED

ARVIND SINGHANIA
 CHAIRMAN



**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE QUARTER ENDED ON DECEMBER 31, 2013**

Particulars	(Rs. In lacs)					
	Three months ended	Preceding Three months ended	Corresponding Three months ended	Nine months ended	Corresponding Nine months ended	Previous Year ended
	31-Dec-13 (Unaudited)	30-Sep-13 (Unaudited)	31-Dec-12 (Unaudited)	31-Dec-13 (Unaudited)	31-Dec-12 (Unaudited)	31-Mar-13 (Audited)
1. Segment Revenue						
a. Polyester Chips and Film	19,075.86	21,748.28	21,056.35	58,355.59	59,676.83	78,074.21
b. Engineering Plastic	4,047.05	3,461.89	2,499.95	10,489.11	7,533.40	10,528.07
Net sales/Income From Operations	23,122.91	25,210.17	23,556.30	68,844.70	67,210.23	88,602.28
2. Segment Results						
(Profit / (loss) before tax and interest from each segment)						
a. Polyester Chips and Film	1,721.65	2,539.77	894.32	5,823.67	4,189.41	4,551.59
b. Engineering Plastic	207.35	212.11	157.42	540.95	397.66	566.95
Total	1,929.00	2,751.89	1,051.74	6,364.62	4,587.07	5,118.54
Less :						
i. Interest	979.21	878.81	438.17	2,498.55	1,980.50	2,646.81
ii. Other un-allocable expenditure net off from Un-allocable income	813.06	1,104.51	581.19	2,807.79	2,295.11	3,252.61
Total Profit Before Tax	136.73	768.56	32.38	1,058.28	311.45	(780.89)
3. Capital Employed						
(Segment assets- Segment Liabilities).						
a. Polyester Chips and Film	41,451.81	41,956.12	43,005.15	41,451.81	43,005.15	41,886.48
b. Engineering Plastic	5,796.40	4,948.26	4,900.56	5,796.40	4,900.56	4,636.05
c. Unallocated	(20,687.29)	(20,425.08)	(21,302.83)	(20,687.29)	(21,302.83)	(20,660.53)
Total	26,560.92	26,479.29	26,602.88	26,560.92	26,602.88	25,862.00

