



**Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company pursuant to the Clause 41 of the Listing Agreement for the Quarter/ Year ended 31.03.2014**

To  
The Board of Directors,  
**M/s. Kothari Fermentation and Biochem Limited**  
New Delhi

We have audited the quarterly financial results of **M/s. Kothari Fermentation and Biochem Limited** for the quarter ended 31<sup>st</sup> of March, 2014 and the year to date results for the period 01.04.2013 to 31.03.2014, 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 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 on 31<sup>st</sup> March, 2014 as well as the year to date results for the period from 01.04.2013 to 31.03.2014.

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 Nahata Jain & Associates  
Chartered Accountants  
Regn. No. 016351-N

  
(Anil K. Jain)  
Partner, Mem. No. 93912



Place: New Delhi  
Date: 30.05.2014

**KOTHARI FERMENTATION AND BIOCHEM LTD**

REGD. OFFICE: 16, COMMUNITY CENTRE, 1ST FLOOR, SAKET, NEW DELHI - 110 017

CIN : L72411DL1990PLC042502

Tel: 011-26850004, Fax: 011-41664840 E-mail - kfbld@airtelmail.in, Website: www.kothariyeast.in

**AUDITED FINANCIAL RESULTS**

FOR THE QUARTER/YEAR ENDED ON 31ST MARCH, 2014

(Rs.in Lacs)

PARTICULARS	Quarter ended on			Year ended on	
	31.03,2014 (Unaudited)	31.12.2013 (Unaudited)	31.03.2013 (Unaudited)	31.03.2014 (Audited)	31.03.2013 (Audited)
<b>1. Income from operations</b>					
(a) Net Sales/Income from operations	1613.03	1335.07	1273.29	5062.57	4390.50
(b) Other Operating Income	0.00	0.00	0.00	0.00	0.00
<b>Total Income from operations (net)</b>	<b>1613.03</b>	<b>1335.07</b>	<b>1273.29</b>	<b>5062.57</b>	<b>4390.50</b>
<b>2. Expenses</b>					
(a) Cost of Material Consumed	648.61	743.66	461.24	2416.62	1982.95
(b) Purchases of stock-in-trade	0.24	3.55	0.00	3.79	0.78
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2.81	-18.22	-68.74	-4.61	-69.00
(d) Employee benefits expense	84.79	101.95	91.23	370.63	331.48
(e) Depreciation and amortisation expense	47.32	47.60	38.43	189.82	148.43
(f) Power Cost	348.77	303.41	348.98	1209.64	988.10
(g) Other expenses	310.16	153.46	270.77	711.47	687.35
<b>Total Expenses</b>	<b>1442.71</b>	<b>1335.41</b>	<b>1141.91</b>	<b>4897.36</b>	<b>4071.09</b>
<b>3. Profit (loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)</b>	<b>170.32</b>	<b>-0.34</b>	<b>131.37</b>	<b>165.22</b>	<b>319.41</b>
<b>4. Other Income</b>	<b>9.55</b>	<b>0.70</b>	<b>8.14</b>	<b>17.18</b>	<b>36.63</b>
<b>5. Profit/(Loss) before ordinary activities before finance cost but before exceptional Items (3+4)</b>	<b>179.87</b>	<b>0.36</b>	<b>139.51</b>	<b>182.40</b>	<b>356.04</b>
<b>6. Finance costs</b>	<b>30.92</b>	<b>31.97</b>	<b>32.36</b>	<b>126.93</b>	<b>118.22</b>
<b>7. Profit/(Loss) from ordinary activities after finance costs but before exceptional Items (5-6)</b>	<b>148.95</b>	<b>-31.61</b>	<b>107.16</b>	<b>55.47</b>	<b>237.82</b>
<b>8. Exceptional items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)</b>	<b>148.95</b>	<b>-31.61</b>	<b>107.16</b>	<b>55.47</b>	<b>237.82</b>
<b>10. Tax expense</b>					
- Current Tax	10.57	0.00	0.00	10.57	0.00
<b>Less: MAT Credit entitlement</b>	<b>-10.57</b>	<b>0.00</b>	<b>0.00</b>	<b>-10.57</b>	<b>0.00</b>
- Deferred Tax	45.70	-9.58	33.48	17.54	73.86
<b>11. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)</b>	<b>103.25</b>	<b>-22.03</b>	<b>73.68</b>	<b>37.93</b>	<b>163.96</b>
<b>12. Extraordinary Items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>13. Net Profit(+)/ Loss(-) for the period (11-12)</b>	<b>103.25</b>	<b>-22.03</b>	<b>73.68</b>	<b>37.93</b>	<b>163.96</b>
<b>14. Paid-up equity share capital</b> (Face Value of the Share Rs.10 each)	<b>1500.00</b>	<b>1500.00</b>	<b>1500.00</b>	<b>1500.00</b>	<b>1500.00</b>
<b>15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year</b>					
<b>16. Earnings Per Share (EPS)</b>					
a) Basic and diluted EPS before Extraordinary items	0.69	-0.15	0.49	0.25	1.09
b) Basic and diluted EPS after Extraordinary items	0.69	-0.15	0.49	0.25	1.09
<b>A PARTICULARS OF SHAREHOLDING</b>					
<b>17. Public Shareholding</b>					
- No. of Shares	3772800	3772800	3772800	3772800	3772800
- Percentage Shareholding	25.15%	25.15%	25.15%	25.15%	25.15%
<b>18. Promoters and Promoter Group Shareholding</b>					
a) Pledged / Encumbered					
- Number of shares	0	0	0	0	0
b) Non - encumbered					
- Number of shares	11227200	11227200	11227200	11227200	11227200
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	74.85%	74.85%	74.85%	74.85%	74.85%



**STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2014**

PARTICULARS	31.03.2014 (Audited)	31.03.2013 (Audited)
<b>A. EQUITY AND LIABILITIES</b>		
<b>1. Shareholders' funds</b>		
(a) Share capital	1500.00	1500.00
(b) Reserve and Surplus	1307.84	1269.91
<b>Sub-total - Shareholders' funds</b>	<b>2807.84</b>	<b>2769.91</b>
<b>2. Non-current liabilities</b>		
(a) Long term borrowings	368.51	388.76
(b) Deferred tax liabilities (net)	37.40	69.86
(c) Long-term provisions	63.12	53.51
<b>Sub-total - Non-current liabilities</b>	<b>519.03</b>	<b>512.13</b>
<b>3. Current liabilities</b>		
(a) Short term borrowings		
(b) Trade payable	672.07	629.59
(c) Other current liabilities	267.06	173.59
(d) Short-term provisions	206.04	205.93
	18.06	7.16
<b>Sub-total - Current liabilities</b>	<b>1163.23</b>	<b>1016.28</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4490.10</b>	<b>4298.33</b>
<b>B. ASSETS</b>		
<b>1. Non-current assets</b>		
(a) Fixed assets		
(b) Long-term loans and advances	2054.20	2420.39
(c) Other non-current assets	130.68	527.32
	1.72	1.57
<b>Sub-total - Non-current assets</b>	<b>3086.66</b>	<b>2949.19</b>
<b>2. Current assets</b>		
(a) Inventories	371.51	497.29
(b) Trade receivables	481.99	320.28
(c) Cash and cash equivalents	127.41	106.88
(d) Short-term loans and advances	470.96	424.40
(e) Other current assets	1.87	0.20
<b>Sub-total - Current assets</b>	<b>1403.44</b>	<b>1349.14</b>
<b>TOTAL ASSETS</b>	<b>4490.10</b>	<b>4298.33</b>



(1) The above audited results have been reviewed by audit committee and were approved by board of directors in its meeting held on 30.05.2014, (2) During the quarter, nil investor complaints were received. There was no complaint pending in the opening and closing of the quarter, (3) The tax expenses represents provision made for deferred tax and current tax. (4) The Company is dealing only in Yeast and there is no other segment (5) The figures for the last quarter for the current year and for the previous year are the balancing figures in respect of the full financial year ended on 31st March and the unaudited published year to date figures upto the third quarter ended on 31st December. (6) The figures of corresponding period have been regrouped / reclassified wherever necessary.

For and on behalf of the Board

*(Signature)*  
PRAMOD KUMAR KOTHARI  
MANAGING DIRECTOR

Place : New Delhi  
Date : 30.05.2014