



Secretary

The Board of Directors  
Century Enka Limited  
Century Arcade, 2<sup>nd</sup> Floor,  
Narangi Baug Road,  
Pune - 411 001

1. We have reviewed the results of Century Enka Limited (the "Company") for the quarter ended June 30, 2014 which are included in the accompanying 'Unaudited financial results for the quarter ended 30<sup>th</sup> June, 2014 (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 but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. 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 Engagement (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 financial statements are free of material misstatement.
3. 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.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and 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.
6. We draw your attention to Note 4 of the Statement regarding the Company's appeal pending before CESTAT, Mumbai against the excise duty demand aggregating Rs. 22,927 lacs plus interest thereon and penalty of Rs. 22,927 lacs. Based on expert legal advice and merits of the case, no provision has been considered necessary by the Company. The final determination and cash outflow, if any, would depend upon the final decision of the appropriate authorities in the future. Our conclusion is not qualified in respect of this matter.

For Price Waterhouse  
Firm Registration Number: 301112E  
Chartered Accountants



Jeetendra Mirchandani  
Partner  
Membership Number 48125

Mumbai  
July 24, 2014

## CENTURY ENKA LIMITED

PART I - STATEMENT OF FINANCIAL RESULTS  
(UNAUDITED FOR THE QUARTER ENDED 30TH JUNE 2014)

(Rs/Lacs Excluding Earning Per Share)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30th June 2014 Unaudited	31st March 2014 (See Note 3)	30th June 2013 Unaudited	31st March 2014 Audited
1.	<b>Income from Operations</b>				
	(a) Net Sales / Income from Operations (Net of Excise Duty)	30343	32182	40496	146043
	(b) Other Operating Income	141	208	151	636
	<b>Total Income from Operations (Net)</b>	<b>30484</b>	<b>32390</b>	<b>40647</b>	<b>146679</b>
2.	<b>Expenses</b>				
	(a) Cost of Materials Consumed	19862	18732	25174	94487
	(b) Purchases of Stock - in - Trade	27	1028	173	1415
	(c) Changes in Inventories of Finished Goods, Stock - in - Process and Stock - in - Trade	(974)	743	2781	371
	(d) Employee Benefits Expense	1859	1329	1422	5579
	(e) Power and Fuel	4136	3508	4275	16442
	(f) Depreciation and Amortisation Expense	1649	1850	1748	7071
	(g) Other Expenses	2382	3181	2429	10297
	<b>Total Expenses</b>	<b>28941</b>	<b>30371</b>	<b>38002</b>	<b>135662</b>
3.	<b>Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)</b>	<b>1543</b>	<b>2019</b>	<b>2645</b>	<b>11017</b>
4.	Other Income	171	352	200	1236
5.	<b>Profit from Ordinary Activities before Finance Costs and Exceptional Items (3+4)</b>	<b>1714</b>	<b>2371</b>	<b>2845</b>	<b>12253</b>
6.	Finance Costs	506	595	537	2452
7.	<b>Profit from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)</b>	<b>1208</b>	<b>1776</b>	<b>2308</b>	<b>9801</b>
8.	Exceptional items (See Note 6)	-	-	-	220
9.	<b>Profit From Ordinary Activities Before Tax (7-8)</b>	<b>1208</b>	<b>1776</b>	<b>2308</b>	<b>9581</b>
10.	Tax Expenses	342	632	787	3288
11.	<b>Net Profit From Ordinary Activities After Tax (9-10)</b>	<b>866</b>	<b>1144</b>	<b>1521</b>	<b>6293</b>
12.	Extraordinary Items (Net of Tax Expenses)	-	-	-	-
13.	<b>Net Profit For The Period (11-12)</b>	<b>866</b>	<b>1144</b>	<b>1521</b>	<b>6293</b>
14.	Paid -up Equity Share Capital (Face value Rs.10/- each share)	2185	2185	2185	2185
15.	Reserves excluding Revaluation Reserves	-	-	-	66891
16.	<b>Earnings per Share (EPS) Basic / Diluted EPS before and after extraordinary items for the period (Rs.)</b>	<b>3.96</b>	<b>5.24</b>	<b>6.96</b>	<b>28.80</b>



**PART II - SELECT INFORMATION FOR THE QUARTER ENDED 30TH JUNE 2014**

Sr. No.	Particulars	Quarter Ended			Year Ended
		30th June 2014	31st March 2014	30th June 2013	31st March 2014
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>				
1.	Public shareholding				
	- Number of shares	14991861	14991861	14991861	14991861
	- Percentage of shareholding (%)	68.61	68.61	68.61	68.61
2.	Promoters and Promoter Group Shareholding				
a)	Pledged / Encumbered				
	- Number of Shares	1340680	1340680	NIL	1340680
	- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)	19.55	19.55	NIL	19.55
	- Percentage of Shares ( as a % of the total share capital of the company)	6.14	6.14	NIL	6.14
b)	Non-encumbered				
	- Number of Shares	5518048	5518048	6858728	5518048
	- Percentage of Shares ( as a % of the total shareholding of promoter and promoter group)	80.45	80.45	100.00	80.45
	- Percentage of Shares ( as a % of the total share capital of the company)	25.25	25.25	31.39	25.25

Particulars		3 months ended 30th June 2014
<b>B</b>	<b>INVESTOR COMPLAINTS</b>	
	Pending at the Beginning of the Quarter	NIL
	Received during the Quarter	2
	Disposed off during the Quarter	2
	Remaining Unresolved at the end of the Quarter	NIL

**NOTES :**

- 1) The above results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board at its meeting held on 24th July 2014. The Statutory Auditors have carried out a limited review of the above financial results and their limited review report contains emphasis matter with respect to matter disclosed in point 4 below.
- 2) The Company has only one reportable Business Segment ( Synthetic Yarn ).
- 3) Figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the respective financial year.
- 4) Excise Department has issued an order dated 31st December,2013 denying the applicability of Notification No. 6/2000 dated 1st March, 2000 which allowed payment of duty at specific rate instead of advalorem basis and consequently raising a demand of Rs. 22927 Lacs plus interest thereon and penalty of Rs. 22,927 lacs against which the Company has filed an appeal with the Customs Excise and Service Tax Appellate Tribunal (CESTAT). The Company has been advised by legal experts that it has a strong case and accordingly no provision has been made in the accounts.
- 5) Continuous Polyester process lines which were stopped in November 2013 at Bharuch have been partially converted into non-continuous lines and made suitable for Nylon operations. The company is further examining the viability of utilising remaining lines either on continuous or non-continuous basis. The partial stoppage of operations is not likely to have an adverse impact on profitability of the Company.
- 6) Exceptional item of Rs 220 Lacs for the year ended 31st March 2014 represents loss on disposal of certain fixed assets consequent to closure of operations at Mahad net of write back of provision created as of 31st March 2013 consequent to the finalisation of the liability.
- 7) Figures for the previous period /year have been regrouped wherever necessary.

For Century Enka Limited

*G.M. Singavi*  
G.M. Singavi

(Whole-time Director)

Place : Mumbai  
Date : 24th July, 2014

Regd. office : Century Arcade, 2nd Floor Narangl Bang Road, Pune -411001.

