Rama

# Rama Petrochemicals Limited

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**STATEMENT OF UNAUDITED FINANCIAL RESULTS**
**FOR THE QUARTER ENDED 30TH JUNE 2014**

(Rs. in Lacs)

| | PARTICULARS | Quarter Ended | | | Year Ended |
|---|---|---|---|---|---|
| | | 30.06.2014 (Unaudited) | 31.03.2014 (Unaudited) | 30.06.2013 (Unaudited) | 31.03.2014 (Audited) |
| 1 | a) Net Sales / Income from Operations | 75.48 | 63.92 | 28.62 | 320.79 |
| | b) Other Operating Income | - | - | - | - |
| | c) Other Non Operating Income | 0.61 | 2.15 | 4.28 | 18.23 |
| | | 76.09 | 66.07 | 32.90 | 339.02 |
| 2 | Expenses | | | | |
| | a) Purchase of Traded Goods | 49.16 | 33.43 | 19.03 | 123.85 |
| | b) (Increase)/Decrease in Stock in Trade | - | - | - | 9.76 |
| | c) Employee benefit expenses | 15.65 | 15.91 | 14.09 | 61.84 |
| | d) Depreciation | 1.24 | 2.38 | 2.64 | 10.35 |
| | e) Repairs to Plant and Machinery | 0.39 | 0.46 | - | 10.16 |
| | f) Power and Fuel | 1.48 | 1.45 | 1.10 | 5.84 |
| | g) Consumption of Stores and Spares | 1.78 | 1.50 | - | 2.09 |
| | h) Other Expenditure | 13.42 | 15.62 | 10.56 | 56.55 |
| | | 83.12 | 70.75 | 47.42 | 280.44 |
| 3 | **Profit/(Loss) from Operations before finance Cost and Extraordinary items** | (7.03) | (4.68) | (14.52) | 58.58 |
| 4 | Finance Cost | 24.08 | 21.64 | 20.28 | 90.11 |
| 5 | **Profit/(Loss) from Ordinary Activities before exceptional items** | (31.11) | (26.32) | (34.80) | (31.53) |
| 6 | Exceptional Items | - | (250.00) | - | - |
| | **Profit/(Loss) from Ordinary Activities before Tax** | (31.11) | (276.32) | (34.80) | (31.53) |
| 7 | Tax Expenses | | | | |
| | Deferred - Provision / (Release) | - | - | - | - |
| 8 | **Net Profit/(Loss) for the period** | (31.11) | (276.32) | (34.80) | (31.53) |
| 9 | Paid up Equity Share Capital (Face Value of Rs.10/- per Share) | 1,046.94 | 1,046.94 | 1,046.94 | 1,046.94 |
| 10 | Reserves excluding Revaluation Reserves as per balance sheet of previous year | | | | (3,362.31) |
| 11 | Earning Per Share (EPS) | | | | |
| | a) Basic Earning per Equity Share (before Extra Ordinary items - not annualized) | (0.30) | (2.64) | (0.33) | (0.30) |
| | b) Diluted Earning per Equity Share (before Extra Ordinary items - not annualized) | (0.22) | (1.09) | (0.25) | (0.12) |
| | c) Basic Earning per Equity Share (after Extra Ordinary items - not annualized) | (0.30) | (2.64) | (0.33) | (0.30) |
| | d) Diluted Earning per Equity Share (after Extra Ordinary items - not annualized) | (0.22) | (1.09) | (0.25) | (0.12) |
| 12 | Aggregate of Public Shareholding | | | | |
| | Number of Shares | 4937111 | 4937111 | 4937111 | 4937111 |
| | Percentage of Shareholding (%) | 47.16% | 47.16% | 47.16% | 47.16% |
| 13 | Promoters and Promoter Group Shareholding | | | | |
| | a) Pledged / Encumbered | | | | |
| | Number of Shares | 1358865 | 1358865 | 1358865 | 1358865 |
| | Percentage of Shareholding (as a % of the total shareholding of Promoters and Promoters group) | 24.56% | 24.56% | 24.56% | 24.56% |
| | Percentage of Shareholding (as a % of the total sharecapital of the company) | 12.98% | 12.98% | 12.98% | 12.98% |
| | b) Non encumbered | | | | |
| | Number of Shares | 4173424 | 4173424 | 4173424 | 4173424 |
| | Percentage of Shareholding (as a % of the total shareholding of Promoters and Promoters group) | 75.44% | 75.44% | 75.44% | 75.44% |
| | Percentage of Shareholding (as a % of the total sharecapital of the company) | 39.86% | 39.86% | 39.86% | 39.86% |

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## SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

| PARTICULARS | Quarter Ended | | | Year Ended |
|---|---|---|---|---|
| | 30.06.2014 (Unaudited) | 31.03.2014 (Unaudited) | 30.06.2013 (Unaudited) | 31.03.2014 (Audited) |
| Segment Revenue | | | | |
| a) Methanol | - | - | - | - |
| b) Construction | - | - | - | 108.00 |
| c) Trading | 75.48 | 63.92 | 28.62 | 212.79 |
| Total | 75.48 | 63.92 | 28.62 | 320.79 |
| Less : Intersegment Revenue | - | - | - | - |
| **Net Sales / Income from Operation** | 75.48 | 63.92 | 28.62 | 320.79 |
| **Segment Profit / (Loss) before Tax and Interest** | | | | |
| a) Methanol | (33.36) | (35.17) | (24.11) | (126.91) |
| b) Construction | - | - | - | 96.55 |
| c) Trading | 26.33 | 30.49 | 9.59 | 88.94 |
| Total | (7.03) | (4.68) | (14.52) | 58.58 |
| Less : | | | | |
| a) Finance Cost | 24.08 | 21.64 | 20.28 | 90.11 |
| b) Other unallocable expenditure net of unallocable income | - | 250.00 | - | - |
| **Total Profit / (Loss) before Tax** | (31.11) | (276.32) | (34.80) | (31.53) |
| **Capital Employed** | | | | |
| Total Segment Assets | | | | |
| Methanol | | | | 1,018.28 |
| Construction | | | | - |
| Trading | | | | 11.38 |
| Total | | | | 1,029.66 |
| Total Segment Liabilities | | | | |
| Methanol | | | | 3,285.84 |
| Construction | | | | 12.40 |
| Trading | | | | 46.79 |
| Total | | | | 3,345.03 |

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Notes :

1) Due to non viability the production of methanol continue to remain suspended.

2) Provision /(release) of Deferred Tax Assets / Liability will be made at the end of the year.

3) The provision for leave encashment and gratuity has been provided on the basis of the best estimate of the management of the company and actuarial valuation will be done at the end of the year.

4) Interest of Rs. 2.96 lacs payable on unpaid custom duty is not provided for the period Apr'14 - Jun'14 and hence due to this loss for the quarter is understated by Rs. 2.96 lacs.

5) The Company has assigned deferred sales tax liability to another company in 1999 - 2001. Since the assignee company has failed in paying the sales tax dues, the company may be responsible to pay the same. The company is registered under BIFR.

6) The operations of company's methanol division have been unviable and in turn forced the company to suspend its production activities since Sept'1999. However the company is making efforts to obtain alternative main feed stock for its methanol plant to make the operation viable. Considering the fact that laying of pipeline for supply of gas by Gas Authority of India Ltd. is completed, the company is hopeful to restart its plant soon. Accordingly the company continues to prepare its accounts on the basis of "Going Concern Concept"

7) In view of the valuation report of registered valuer, the management is of the opinion that there is no impairment loss for its methanol division.

8) The Company operates in only one region and no seperate risk is associated hence there is no reportable geographical segment.

9) **Auditor's Observations in the Audited Accounts** :

a) Non provision of doubtful recovery of claims receivable of Rs. 187.71 lacs from customs.

b) Non provision of custom duty of Rs. 4.33 lacs and interest on unpaid custom duty upto March 31, 2014 aggregating to Rs. 181.52 Lacs.

c) Non provision of interest on late payment of custom duty amounting to Rs. 19.62 lacs.

d) Non payment of statutory liability on account of sales tax aggregating to Rs. 3099.30 Lacs upto March 31, 2014 assigned to the subsidiary company by the company.

e) The revival of the company's operation depends upon the company being able to obtain the alternate main feed stock.

f) The company does not have a formal internal audit system during the year.

g) Rs.1214.93 lacs raised on short term basis as on 31.03.2014 have been used for long term investments.

10) **Management's Opinion :**

a) The Company is taking appropriate legal remedies for claiming the value of the materials.

b) to d) The company has not provided for custom duty, interest on custom duty, interest on late payment of custom duty and not paid statutory liability on account of sales tax dues due to difficult financial position and closure of the plant during the entire year under review.

e) The company is making efforts for obtaining alternative main feed stock and is hopeful to obtain the same.

f) The company has appointed internal auditor.

g) Due to loss during the past years long term fund have been reduced.

11) The figures in the financial results have been regrouped / rearranged wherever necessary to make them comparable.

12) Investors complaints : Balance as on 01.04.2014 : 0, received during the quarter : 0, Disposed off during the quarter : 0, Balance as on 30.06.2014 : 0

13) The above financial results have been reviewed by the audit committee and approved by the Board of Directors at their meeting held on 31st July 2014.

For and on behalf of the Board
For **RAMA PETROCHEMICALS LTD.**

**H. D. RAMSINGHANI**
**CHAIRMAN**

Place : Mumbai
Date : July 31, 2014