

dayal and lohia
chartered accountants

To,
The Board of Directors,
Rama Petrochemicals Limited
Mumbai.

Dear Sir,

**Re : Report on limited review of the unaudited financial results of your
Company for the quarter ended 30th Jun 2014**

We have reviewed the accompanying statement of unaudited financial results of **Rama Petrochemicals Limited** for the quarter ended 30th Jun, 2014 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 these financial statements based on our review.

We conducted our review of the statement 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. 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.

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 the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) rules, 2006 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013, and other recognized 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.

Thanking you,

Yours faithfully,
For **Dayal and Lohia**
Chartered Accountants
(Firm Registration No.102200W)



(**S. L. Khandelwal**)
M. No. 101388

Place : Mumbai
Date : 31st July, 2014

kamanwala chambers, 1st floor, office nos. 6 & 7, sir p.m. road, fort, mumbai - 400 001
phones : 91-22-6637 2969-70 • fax : 91-22-6637 2949 • e-mail : contact@dayalandlohia.com
branch : 401, sheetal enclave, b/h. tangent furniture mall, chincholi bundar, off. link road, malad (w), mumbai 400 064

Rama

Rama Petrochemicals Limited

CORPORATE OFFICE
51-52, FREE PRESS HOUSE,
215, NARIMAN POINT,
MUMBAI 400 021.

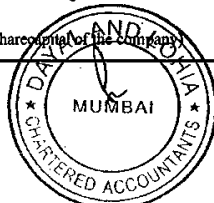
TEL : (91-22) 2283 3355 / 2283 4182
FAX : (91-22) 2204 9946
E-MAIL : rama@ramagroup.co.in

CIN NUMBER : L23200MH1985PLC035187

WEB ADDRESS : www.ramapetrochemicals.com

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

PARTICULARS	(Rs. in Lacs)			
	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%

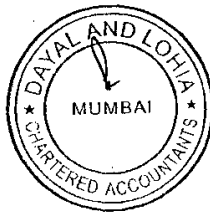


FACTORY : SAVROLI-KHARPADA ROAD, VILLAGE VASHIVALLI, PATALGANGA, DIST. RAIGAD - 410 220. MAHARASHTRA
TEL. : (02192) 250329, 250115, 251209 FAX : (02192) 251212
E-MAIL : scgshosh@ramagroup.co.in

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 :				
) Finance Cost	24.08	21.64	20.28	90.11
o) 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



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 separate 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 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

