

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
SOUTHERN PETROCHEMICAL INDUSTRIES CORPORATION LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Southern Petrochemical Industries Limited** ("the Company") for the Quarter ended 30 June 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 5 below. 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 of the Statement 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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Note 3 of the statement. As explained in the note, the Company is in the process of assessing the potential impact on depreciation under Schedule II of the Companies Act 2013, which has come into effect from 1 April 2014. Pending such assessment, no adjustments have been made in these results. Our report is not qualified in respect of this matter.
5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements from the details furnished by the Management and the particulars relating to investors complaints disclosed in Part II - Select Information for the Quarter ended 30 June 2014 of the Statement, from the details furnished by the Registrar.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 008072S)



Bhavani Balasubramanian
Partner
(Membership No. 22156)

CHENNAI, 30 July, 2014



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

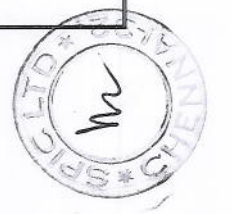
PART I		(Rupees in lac)			
S.No	Particulars	Current 3 months ended 30/06/2014 (Unaudited)	Preceding 3 months ended 31/03/2014 (Audited) Refer Note 5 below	Previous corresponding 3 months ended 30/06/2013 (Unaudited)	Previous year ended 31/03/2014 (Audited)
1	Income from operations				
	(a) Net sales/Income from Operations (Net of excise duty)	77744.97	40654.87	111.79	133374.54
	(b) Other operating income	367.31	357.85	200.89	1172.65
	Total Income from operations (net)	78112.28	41012.72	312.68	134547.19
2	Expenses				
	(a) Cost of materials consumed	48717.67	24274.56	-	79486.41
	(b) Purchases of stock-in-trade	0.27	0.25	(1.65)	(0.55)
	(c) Changes in inventories of finished goods and work-in-progress	(259.86)	434.93	6.54	(187.08)
	(d) Employee benefits expense	931.68	886.37	943.93	3730.04
	(e) Depreciation and Amortisation expense	1053.18	1122.16	1080.98	4367.21
	(f) Power and Fuel charges	19676.35	10727.70	432.55	35101.44
	(g) Other expenses	5043.13	4016.46	826.61	11365.57
	Total Expenses	75162.42	41462.43	3288.96	133863.04
3	Profit / (Loss) from Operations before Other Income, Exchange gain/(loss), Finance costs and Exceptional items (1-2)	2949.86	(449.71)	(2976.28)	684.15
4a.	Other Income	47.42	515.46	173.08	847.58
4b.	Exchange Gain / (Loss) (Net)	168.34	883.95	(1698.25)	(1324.73)
5	Profit / (Loss) from ordinary activities before Finance costs and Exceptional items (3+4a+4b)	3165.62	949.70	(4501.45)	207.00
6	Finance costs	1104.76	716.63	394.43	2091.82
7	Profit / (Loss) from ordinary activities after Finance costs but before Exceptional items (5-6)	2060.86	233.07	(4895.88)	(1884.82)
8	Exceptional items				
	(a) Loss on Sale of Business undertaking	-	(1275.00)	-	(1275.00)
	(b) Loss on sale investment	-	(5772.15)	-	(5772.15)
	(c) Provision for diminution in value of investments written back	-	6115.45	-	6115.45
	(d) Excess Liability written back	-	11692.51	-	11692.51
	(e) Provision for impairment loss	-	(94.45)	-	(2289.81)
9	Profit / (Loss) from ordinary activities before tax (7+8)	2060.86	10899.43	(4895.88)	6586.18
10	Tax expense	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	2060.86	10899.43	(4895.88)	6586.18
12	Extraordinary items	-	-	-	-
13	Net Profit / (Loss) for the period (11+12)	2060.86	10899.43	(4895.88)	6586.18
14	Paid-up equity share capital (Face Value of Rs. 10 per Share)	20364.03	20364.03	20364.03	20364.03
15	Reserve excluding Revaluation Reserve	-	-	-	-
16	Earnings Per Share (EPS) before and after extraordinary items (of Rs.10/- each)				
	a) Basic	0.99	5.33	(2.43)	3.15
	b) Diluted	0.99	5.33	(2.43)	3.15
	See accompanying note to the financial results.				

SELECT INFORMATION FOR THE QUARTER ENDED 30 JUNE 2014

PART II

S.No	Particulars	Current 3 months ended	Preceding 3 months ended	Previous corresponding 3 months ended	Previous year ended
		30/06/2014 (Unaudited)	31/03/2014 (Audited)	30/06/2013 (Unaudited)	31/03/2014 (Audited)
A	PARTICULARS OF SHARE HOLDING	81402638	81402638	81402638	81402638
		43.63	43.63	43.63	43.63
2	Promoters and Promoter Group Shareholding	10044904	10044904	10486639	10044904
		9.55	9.55	9.97	9.55
		4.93	4.93	5.15	4.93
		95125994	95125994	94684259	95125994
		90.45	90.45	90.03	90.45
		46.71	46.71	46.50	46.71

S.No	Particulars	3 months ended 30th June 2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unsolved at the end of the quarter	NIL



**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE QUARTER ENDED 30TH JUNE 2014**

(Rupees in lac)

S.No	Particulars	Current 3 months ended	Preceding 3 months ended	Previous corresponding 3 months ended	Previous year ended
		30/06/2014 (Unaudited)	31/03/2014 (Audited)	30/06/2013 (Unaudited)	31/03/2014 (Audited)
A	Segment Revenue				
	a) Agro Inputs	77980.90	40877.48	205.72	133991.20
	b) Others	121.35	137.60	100.48	547.79
	c) Unallocated Income	10.03	(2.36)	6.48	8.20
	Net Sales / Income from operations	78112.28	41012.72	312.68	134547.19
B	Segment Results				
	Profit/(Loss) (Before Tax and Interest) For each Segment				
	a) Agro Inputs	3533.88	2009.68	(2693.22)	4709.10
	b) Others	(27.26)	8.98	(67.19)	(183.27)
	Total	3506.63	2018.66	(2760.41)	4525.83
	Less: Finance Cost	1104.76	716.63	394.43	2091.82
	Add: Other Net Unallocable Income / (Expenses)	(341.01)	9597.40	(1741.04)	4152.17
Profit/(Loss) Before Tax	2060.86	10899.43	(4895.88)	6586.18	
C	Capital Employed				
	(Segment Assets - Segment Liabilities)				
	a) Agro Inputs	32441.52	29797.87	19746.17	29797.87
	b) Others	389.39	327.35	496.48	327.35
c) Unallocated	(10371.88)	(9727.05)	(11326.53)	(9727.05)	
Total	22459.03	20398.17	8916.12	20398.17	



Notes:

1. The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 30th July, 2014. The statutory auditors have carried out a limited review of these financial results.
2. During the quarter, the Ammonia and Urea plants were in operation. The production / sale of Urea were 167815 MT and 158025 MT respectively.
3. The Company is in the process of assessing the potential impact of depreciation on adoption of Schedule II of the Companies Act 2013, which has come into effect from 1 April 2014. Pending such assessment, no adjustments have been made in these results.
4. There is no provision for tax in view of the brought forward losses / unabsorbed depreciation relating to earlier years available for set off while computing income both under the provisions of section 115-JB and those other than section 115-JB of the Income Tax Act, 1961. The Company has brought forward business losses and unabsorbed depreciation, which give rise to a net deferred tax asset. However in the absence of virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized, this has not been recognized.
5. The figures for the quarter ended 31st March 2014 are the balancing figures between the audited figures of the full financial year ended 31st March 2014 and the published year to date figures upto third quarter ended 31st December 2013.
6. Previous period's figures have been regrouped / recast, wherever necessary, to conform to the classification of the current period.
7. The figures for the current quarter are not comparable with the corresponding quarter in the previous year and immediately preceding previous quarter ended March 2014, as the plant was shut down / partly operational during those quarters.

For and on behalf of the Board


ASHWIN C MUTHIAH
CHAIRMAN

Place : Chennai
Date : 30 July 2014

