



TO
THE BOARD OF DIRECTORS
KEERTHI INDUSTRIES LIMITED
HYDERABAD

**REVIEW REPORT ON FINANCIAL INFORMATION OF KEERTHI INDUSTRIES LIMITED
FOR THE QUARTER and NINE MONTHS ENDED 31ST DECEMBER 2014 TO BE
SUBMITTED TO STOCK EXCHANGES**

We have reviewed the accompanying statement of unaudited financial results of **KEERTHI INDUSTRIES LIMITED**, Plot No.40, IDA, Balanagar, Hyderabad – 500 037, Telangana (“the Company”) for the Quarter and nine months ended 31st December, 2014 being submitted by the Company pursuant to the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges except for the disclosures regarding ‘Public Shareholding’ and ‘Promoter Group Shareholding’ which have been traced from the disclosures made by the management and have not been reviewed by us. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the terms of Clause 41 of the Listing Agreement entered into by the said Entity with Stock Exchanges. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review


We conducted our review in accordance with 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 misstatements. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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 applicable 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 Companies (Accounts) Rules 2014) 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.

Place: Hyderabad
Date: 14.02.2015

For K.S.RAO & CO.
Chartered Accountants
Firm Regn.No.003109S


(P.GOVARDHANA REDDY)
Partner
Membership No. 029193

KEERTHI INDUSTRIES LIMITED
 Regd. Office: Mellacheruvu Village & Mandal,
 Nalgonda District, Telangana-508246.
 Corporate Identity Number: L26942TG1982PLC003492

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND NINE MONTHS ENDED 31 ST DECEMBER 2014

PART I							(Rs. In Lakhs)
Particulars	3 months ended 31.12.2014 (Unaudited)	Preceding 3 months ended 30.09.2014 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2013 (Unaudited)	Year to Date figures for current period 01.04.2014 to 31.12.2014 (Unaudited)	Year to Date figures for previous period 01.04.2013 to 31.12.2013 (Unaudited)	Previous year ended 31.03.2014 (Audited)	
1. a. Net Sales/Income from Operations	3399.82	3016.54	2535.63	8558.00	7601.11	10662.14	
b. Other Operating Income							
Total (a+b)	3399.82	3016.54	2535.63	8558.00	7601.11	10662.14	
2. Expenditure							
a. (Increase)/Decrease in stock in trade and work in progress	(6.33)	(173.49)	207.88	(111.33)	5.37	64.45	
b. Consumption of raw materials	389.03	392.00	333.17	1084.33	1085.10	1615.19	
c. Employees cost	245.05	242.50	259.56	721.79	775.05	1008.91	
d. Depreciation	216.31	216.30	340.85	648.67	1019.37	1352.73	
e. Power & Fuel	1554.53	1528.44	1170.21	4394.73	4019.87	5749.73	
f. Other Expenditure	493.92	331.01	471.40	1192.55	1339.51	1911.49	
Total	2892.51	2536.76	2783.07	7930.74	8244.27	11702.50	
3. Profit(+)/ Loss(-) from Operations before Other Income, finance cost and exceptional items (1-2)	507.31	479.78	(247.44)	627.26	(643.16)	(1040.36)	
4. Other Income	15.97	16.09	15.18	60.32	46.31	109.77	
5. Profit(+)/ Loss(-) before finance cost & Exceptional Items (3+4)	523.28	495.87	(232.26)	687.58	(596.85)	(930.59)	
6. Finance cost	260.49	229.13	227.94	720.28	651.75	897.47	
7. Profit(+)/ Loss(-) after finance cost but before Exceptional Items (5-6)	262.79	266.74	(460.20)	(32.70)	(1248.60)	(1828.06)	
8. Exceptional items	0.00	0.00	9.55	0.00	28.65	234.98	
9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8)	262.79	266.74	(469.75)	(32.70)	(1277.25)	(2063.04)	
10. Tax expense							
- Current	0.00	0.00	0.00	0.00	0.00	(213.54)	
- Deffered Tax	0.00	0.00	0.00	0.00	0.00	(45.05)	
11. Net profit (+)/ Loss (-) from Ordinary Activities after tax (9-10)	262.79	266.74	(469.75)	(32.70)	(1277.25)	(1804.45)	
12. Extraordinary items (net of tax expenses)							
13. Net Profit(+)/ Loss(-) for the period (11-12)	262.79	266.74	(469.75)	(32.70)	(1277.25)	(1804.45)	
14. Paid-up equity share capital (Face value of RS. 10/- each)	801.67	801.67	801.67	801.67	801.67	801.67	
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						515.05	
16. a) Earnings per share-Basic and diluted EPS before Extraordinary items (not annualised) Rs. 10 each	3.03	3.08	(6.11)	(0.91)	(16.68)	(23.51)	
b) Earnings per share-Basic and diluted EPS after Extraordinary items (not annualised) Rs. 10 each	3.03	3.08	(6.11)	(0.91)	(16.68)	(23.51)	


PART II						
Particulars	3 months ended 31.12.2014 (Unaudited)	Preceding 3 months ended 30.09.2014 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2013 (Unaudited)	Year to Date figures for current period 01.04.2014 to 31.12.2014 (Unaudited)	Year to Date figures for previous period 01.04.2013 to 31.12.2013 (Unaudited)	Previous year ended 31.03.2014 (Audited)
A. PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	2007586	2007586	2007586	2007586	2007586	2007586
- Percentage of shareholding	25.04	25.04	25.04	25.04	25.04	25.04
2. Promoters and promoter group Shareholding						
a) Pledged/Encumbered						
- Number of shares	2405100	2405100	2405100	2405100	2405100	2405100
- Percentage of shares (as a % of the total share holding of promoter and promoter group)	40.02	40.02	40.02	40.02	40.02	40.02
- Percentage of shares (as a % of the total share capital of the company)	30.00	30.00	30.00	30.00	30.00	30.00
b) Non-encumbered						
- Number of shares	3604052	3604052	3604052	3604052	3604052	3604052
- Percentage of shares (as a % of the total share holding of promoter and promoter group)	59.98	59.98	59.98	59.98	59.98	59.98
- Percentage of shares (as a % of the total share capital of the company)	44.96	44.96	44.96	44.96	44.96	44.96

	3 months ended 31.12.2014
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	1
Received during the quarter	Nil
Disposed of during the quarter	1
Remaining unresolved at the end of the quarter	Nil

- Notes: 1. The above results were subject to a limited review by the statutory auditors of the company and were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 14th February 2015.
2. Effective from April 01, 2014 the Company has revised its estimates of useful lives of its fixed assets as prescribed in part 'C' of second Schedule to the Companies Act 2013. Carrying amount less residual value of the assets whose remaining useful life has become 'NIL' at the beginning of the period has been added to the debit balance in statement of Profit & Loss. Consequent to the adoption of estimates useful lives given in Schedule II, the Profit for the Quarter ended 31st December, 2014 is higher by Rs. 94.78 lakhs.
3. Previous year/period figures have been regrouped wherever necessary to conform to the current period classification.

Place : Hyderabad
Date : 14.02.2015

For Keerthi Industries Limited


(Er. J.S. RAO)
Managing Director

SEGMENT-WISE REPORTING UNDER CLAUSE 41 OF THE LISTING AGREEMENT

(Rs. In Lakhs)

Particulars	3 months ended 31.12.2014 (Unaudited)	Preceding 3 months ended 30.09.2014 (Unaudited)	Corresponding 3 months ended in the previous year 31.12.2013 (Unaudited)	* Year to Date figures for current period 01.04.2014 to 31.12.2014 (Unaudited)	Year to Date figures for previous period 01.04.2013 to 31.12.2013 (Unaudited)	Previous year ended 31.03.2014 (Audited)
1. Segment Revenue						
(Net Sales/ Income from operations)						
(a) Cement	3237.46	2784.86	2357.41	7955.89	6937.90	9831.84
(b) Energy	13.96	47.17	17.82	83.04	94.16	115.58
(c) Electronics	148.40	184.51	160.40	519.07	569.05	714.72
Sub Total	3399.82	3016.54	2535.63	8558.00	7601.11	10662.14
Total	3399.82	3016.54	2535.63	8558.00	7601.11	10662.14
Less: Inter Segment Revenue	0.00	0.00	0.00	0.00	0.00	0.00
Net Sales/Income From Operations	3399.82	3016.54	2535.63	8558.00	7601.11	10662.14
2. Segment Results (Profit(+)/Loss(-) before tax and finance cost)						
(a) Cement	504.29	408.66	(241.39)	523.49	(697.23)	(1386.51)
Less: Finance cost	257.53	226.83	226.00	712.50	644.87	888.88
	(1) 246.76	181.83	(467.39)	(189.01)	(1342.10)	(2275.39)
(b) Energy	(2) 0.24	33.79	(11.03)	42.77	8.88	(2.01)
(c) Electronics	18.34	46.71	10.61	113.58	62.85	24.43
Less: Finance cost	2.96	2.30	1.94	7.78	6.88	8.59
	(3) 15.38	44.41	8.67	105.80	55.97	15.84
(d) Un allocated Expenditure	0.41	6.71	0.00	7.74	0.00	198.52
Total (1+2+3+4)	262.79	266.74	(469.75)	(32.70)	(1277.25)	(2063.04)
Total Profit(+)/Loss(-) Before Tax	262.79	266.74	(469.75)	(32.70)	(1277.25)	(2063.04)
3. Capital Employed						
(Segment assets-Segment Liabilities)						
(a) Cement	606.20	642.95	1706.53	606.20	1706.53	1346.73
(b) Energy	478.53	491.51	524.79	478.53	524.79	502.91
(c) Electronics	702.98	390.46	501.05	702.98	501.05	355.53
Total	1787.71	1524.92	2732.37	1787.71	2732.37	2205.17

Place : Hyderabad
Date : 14.02.2015

For Keerthi Industries Limited


(Er. J.S.RAO)
Managing Director