



MUKAND LIMITED

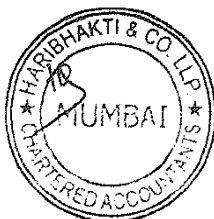
Regd. Office : Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS AND QUARTER ENDED DECEMBER 31, 2014

Part - I

Rs. in lakhs

Particulars	Quarter ended			Nine months ended		Year ended
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(1) INCOME FROM OPERATIONS						
a) Gross Sales	78,888.50	84,266.36	67,875.49	237,941.77	201,882.80	278,702.87
Less : Excise Duty Recovered	7,579.42	8,478.89	6,292.35	23,529.35	19,591.94	27,259.75
Net Sales	71,309.08	75,787.47	61,583.14	214,412.42	182,290.86	251,443.12
b) Other Operating Income	471.18	596.49	412.08	1,589.92	1,872.12	2,513.38
Total Income from Operations	71,780.26	76,383.96	61,995.22	216,002.34	184,162.98	253,956.50
(2) EXPENSES						
a) Cost of materials consumed	34,496.54	36,038.98	35,706.75	105,582.05	96,594.33	131,564.71
b) Purchase of Stock in Trade	(1.75)	58.68	1,386.58	82.10	1,386.58	2,897.36
c) Changes in inventories of finished goods and work-in-progress	(3,998.46)	(1,043.75)	(9,807.58)	(8,996.43)	(13,564.33)	(17,583.98)
d) Stores, Spares, Components, Tools, etc. consumed	10,219.57	11,419.06	10,672.31	32,077.99	30,724.55	41,438.23
e) Power & Fuel	5,083.24	4,810.32	5,427.27	14,945.58	15,304.97	20,382.28
f) Employee benefits expense	3,963.11	3,748.83	3,718.49	11,481.86	10,688.79	14,552.67
g) Foreign Exchange (Gain)/Loss (net)	646.47	788.22	179.19	1,935.47	3,667.90	3,902.75
h) Depreciation and Amortisation expenses	1,875.41	1,849.15	1,670.52	5,569.70	4,959.15	6,704.09
i) Other Expenditure	11,933.29	11,939.54	9,456.82	33,973.39	27,232.03	38,766.81
Total Expenses	64,217.42	69,609.03	58,410.35	196,651.71	176,993.97	242,624.92
(3) Profit/(Loss) from Operations before Other Income, Finance Costs, & Net Exceptional income/ (Expenditure)	7,562.84	6,774.93	3,584.87	19,350.63	7,169.01	11,331.58
(4) Other Income [Refer Note 3]	192.55	345.44	2,297.27	1,857.60	2,890.97	3,330.59
(5) Profit/(Loss) from Ordinary Activities before Finance Costs & Net Exceptional income/ (Expenditure)	7,755.39	7,120.37	5,882.14	21,208.23	10,059.98	14,662.17
(6) Less : Finance Costs (net)	6,962.93	6,572.94	6,319.84	19,496.23	18,182.87	24,388.96
(7) Profit / (Loss) from ordinary activities before Net Exceptional income / (Expenditure)	792.46	547.43	(437.70)	1,712.00	(8,122.89)	(9,726.79)
(8) Net Exceptional Income / (Expenditure) [Refer Note 4]	(311.29)	(311.29)	(1,086.29)	(933.87)	(1,114.28)	(2,544.31)
(9) Profit / (Loss) before Tax	481.17	236.14	(1,523.99)	778.13	(9,237.17)	(12,271.10)
(10) Tax Expense	129.43	61.65	(192.89)	212.73	(1,314.89)	(3,469.74)
(11) Profit / (Loss) after Tax	351.74	174.49	(1,331.10)	565.40	(7,922.28)	(8,801.36)



3/8

MUKAND LIMITED

Rs. in lakhs

		Quarter ended			Nine months ended		Year ended
		31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(12)	Paid-up Equity Share Capital (Face value Rs 10/- per share)	14,141.74	14,141.74	7,312.57	14,141.74	7,312.57	14,141.74
(13)	Reserves (excluding Revaluation Reserve)						32,480.15
(14)	Earnings per Share (EPS) - Rs Basic and Diluted EPS (in Rs.)						
	- Including exceptional items	0.25	0.12	(1.82)	0.40	(10.84)	(11.54)
	- Excluding exceptional items	0.47	0.34	(0.33)	1.06	(9.31)	(8.20)
A	Part - II PARTICULARS OF SHAREHOLDING						
(1)	Public Shareholding						
	Number of Shares	37,674,853	37,674,853	33,394,687	37,674,853	33,394,687	37,674,853
	Percentage of Shareholding	26.64%	26.64%	45.67%	26.64%	45.67%	26.64%
(2)	Disclosure in respect of pledged shares of Promoters and Promoter Group						
	Shares held by Promoters & Promoter Group - Nos. (A)	103,731,008	103,731,008	39,719,442	103,731,008	39,719,442	103,731,008
	Percentage of Total Share Capital	73.36%	73.36%	54.33%	73.36%	54.33%	73.36%
	Pledged / Encumbered - No. of Shares	40,442,751	29,767,790	14,377,431	40,442,751	14,377,431	16,090,431
	Percentage of Total Share Capital	28.60%	21.05%	19.66%	28.60%	19.66%	11.38%
	Percentage of (A)	38.99%	28.70%	36.20%	38.99%	36.20%	15.51%
	Non Encumbered - No. of Shares	63,288,257	73,963,218	25,342,011	63,288,257	25,342,011	87,640,577
	Percentage of Total Share Capital	44.76%	52.31%	34.67%	44.76%	34.67%	61.98%
	Percentage of (A)	61.01%	71.30%	63.80%	61.01%	63.80%	84.49%
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	13					
	Disposed off during the quarter	13					
	Remaining unresolved at the end of the quarter	Nil					



4/8

MUKAND LIMITED

Rs. in lakhs

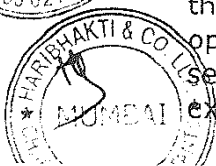
	Quarter ended			Nine months ended		Year ended
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
SEGMENT REVENUE (net of Excise Duty)						
1) Steel	68,374.01	72,026.75	59,089.37	204,294.27	172,962.24	237,067.95
2) Power Generation	880.30	1,150.40	1,285.17	2,857.93	3,451.52	4,543.57
3) Industrial Machinery	3,436.59	4,489.54	2,997.79	11,777.97	11,470.93	16,500.24
4) Road Construction	0.20		0.05	125.11	128.91	940.66
Sub-total	72,691.10	77,666.69	63,372.38	219,055.28	188,013.60	259,057.42
Less : Inter Segment Revenue	(910.84)	(1,282.73)	(1,377.16)	(3,052.94)	(3,850.62)	(5,100.92)
Total Segment Revenue (net of Excise Duty)	71,780.26	76,383.96	61,995.22	216,002.34	184,162.98	253,956.50
SEGMENT RESULT						
1) Steel	7,156.63	5,690.08	1,837.78	16,430.40	1,759.77	4,297.72
2) Power Generation	714.21	1,006.11	1,167.70	2,414.52	3,083.00	4,075.86
3) Industrial Machinery	(2.33)	374.82	1,060.96	1,331.73	3,653.34	4,674.59
4) Road Construction	(51.50)	(47.62)	(169.39)	(106.84)	(503.32)	(673.03)
Less : Inter segment margin	(2.50)	(17.92)	(9.89)	(20.42)	(52.22)	(73.83)
Total Segment Result	7,814.51	7,005.47	3,887.16	20,049.39	7,940.57	12,301.31
Add / (Less) :						
Other net un-allocable : Income	192.55	345.44	2,297.27	1,857.60	2,890.97	3,330.60
Expenditure	251.67	230.54	302.29	698.76	771.56	969.74
Other net un-allocable (expenditure) / income	(59.12)	114.90	1,994.98	1,158.84	2,119.41	2,360.86
Profit /(Loss) before Finance costs	7,755.39	7,120.37	5,882.14	21,208.23	10,059.98	14,662.17
Less : Finance costs (net)	6,962.93	6,572.94	6,319.84	19,496.23	18,182.87	24,388.96
Net Exceptional - Income / (Expenditure)	(311.29)	(311.29)	(1,086.29)	(933.87)	(1,114.28)	(2,544.31)
Profit / (Loss) before tax	481.17	236.14	(1,523.99)	778.13	(9,237.17)	(12,271.10)
Capital Employed as on						
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
1) Steel	357,284.50	348,999.23	330,407.08	357,284.50	330,407.08	336,671.76
2) Power Generation	4,366.89	4,472.30	4,603.00	4,366.89	4,603.00	4,622.01
3) Industrial Machinery	52,948.83	53,909.49	49,902.76	52,948.83	49,902.76	51,545.15
4) Road Construction	12,839.17	13,381.05	13,802.74	12,839.17	13,802.74	13,624.87
5) Unallocable (net)	(215,208.97)	(208,397.35)	(195,317.13)	(215,208.97)	(195,317.13)	(193,262.60)
Total Net Capital Employed	212,230.42	212,364.72	203,398.45	212,230.42	203,398.45	213,201.19



Notes :

1. Pursuant to the Companies Act, 2013 (the Act), becoming effective from 1st April 2014, the Company has reworked depreciation with reference to estimated useful life of fixed assets prescribed under Schedule-II to the Act or useful life of fixed assets as per technical evaluation. As a result, the charge for depreciation is higher by Rs.109 Lakhs for the quarter ended 31st December 2014. Further, based on transitional provision in Note 7(b) of Schedule-II, an amount of Rs.831 Lakhs (net of deferred tax) has been adjusted on 30th June 2014 against the retained earnings.
2. Management's response to the observations of the auditors on the financial statements for the year ended 31.03.2014 :
 - a. Advances due from and investments made in Vidyavihar Containers Limited (VCL), aggregating Rs. 6,713 Lakhs as at 31st March 2014 now stand at Rs. 5,213 Lakhs as at 31st December 2014. The Company, barring unforeseen circumstances, relies upon the estimation of future realizable values of the financial assets of VCL to recover its Exposures;
 - b. As regards investments made in Mukand Global Finance Limited (MGFL), aggregating Rs.2,625 Lakhs, the recovery is dependent upon realization of the financial assets that MGFL stands invested into at the close of the year and future earnings from the business activities of MGFL. The management considers the 'Exposure' to be 'Good' and adequately covered. Any ultimate shortfall if any, in the realization is not determinable at present.
 - c. The investments in and debts / advances due from Bombay Forgings Limited (BFL), which stood at Rs.7,990 Lakhs as at 31.03.2014 has increased to Rs.8,826 Lakhs as at 31.12.2014 due to supplies on credit. Recovery towards these supplies will be made on due dates. The management, considering its long term view on the 'Exposures', relies upon the valuation of unencumbered fixed assets of BFL as at 31st March, 2014 which is at Rs.7,034 Lakhs. It further relies upon the value of current assets and future earnings from the ongoing business of BFL. The management considers the balance 'Exposures' to be 'Good' at the close of the quarter and adequately covered and barring unforeseen circumstances expects full realisability of the same in future.
 - d. Debts / advances recoverable from Stainless India Limited (SIL), which aggregated Rs.730 Lakhs as at 31st March 2014, has remained at Rs.730 Lakhs as at 31.12.2014. The management relies upon the realization from Land of SIL. The management considers the balance 'Exposures' to be 'Good' at the close of the Quarter and adequately covered and barring unforeseen circumstances expects full realisability of the same in future.
 - e. The Company in previous years executed road construction projects in the state of Uttar Pradesh with National Highway Authority of India (NHAI) along with Centrodorstroy (CDS), Russia. The exposure on this account as at 31.03.2014 aggregated Rs.13,478 Lakhs and is now at Rs.12,681 Lakhs as at 31.12.2014. The outcome of the Road Construction activity cannot be estimated with certainty at present. The amount of total claims with NHAI now aggregates Rs.24,568 Lakhs (as at 31.03.2014, Rs.22,528 Lakhs). Bulk of these claims are now being processed at various appellate fora. It is the opinion of the management that in view of the substantially large claims to be settled progressively over a period of next 2 to 3 years, losses currently expected are already recognized till the close of the quarter.

.....2/-

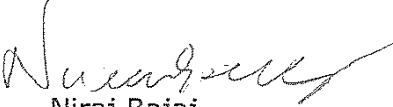


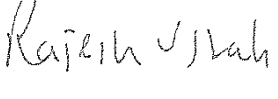
6/3

Page 2

3. Other income for the nine months ended 31st December 2014 of Rs.1,858 Lakhs includes surplus amounting to Rs.1,099 Lakhs on sale of part of Office premises as compared to Rs.2,891 Lakhs for nine months ended 31st December 2013 which included surplus amounting to Rs.1,844 Lakhs on sale of residential premises.
4. Net Exceptional Expenditure of Rs.311 Lakhs represents proportionate charge for the Quarter of Adhoc amount payable to CDR Lenders. During June 2013, the Company arrived at settlement with the Corporate Debt Restructuring members for an adhoc amount of Rs.2,490 Lakhs payable in monthly installments till the maturity of the loans without any further interest thereon. This settlement was arrived at under recompense clause of CDR scheme.
5. The Board of Directors of the Company in its meeting held on 22nd December, 2014 has decided to hive off Company's alloy steel business to a subsidiary subject to necessary approvals. In this regard, Company has sent a notice dated 22nd December, 2014 to shareholders. The Company expects results of a postal ballot by 18th February, 2015.
6. Figures in respect of previous year / quarter have been regrouped / recast wherever necessary.
7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 11th February, 2015. Statutory Auditors have carried out a "Limited Review" of the financial results shown above.

By Order of the Board of Directors
For Mukand Ltd.,


 Niraj Bajaj
 Chairman & Managing Director


 Rajesh V. Shah
 Co-Chairman & Managing Director

Place : Mumbai.
Date : 11th February, 2015

CERTIFIED TRUE COPY

For MUKAND LIMITED


 K.L. MALVIYA
 COMPANY SECRETARY
 

718

Limited Review Report

**Review Report to
The Board of Directors
Mukand Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Mukand Limited ('the Company') for the quarter ended December 31, 2014 except for the disclosures in Part II with respect to 'Particulars of Shareholding' and 'Investor Complaints' which have been traced from the details furnished by the Registrar & Transfer Agent / Management. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors / committee of Board of Directors. Our responsibility is to issue a report on these financial results 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 results 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.
3. 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 Section 133 of the Companies Act, 2013 and other recognised 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.
4. Without Qualifying our report, we invite attention to:
 - (a) Note 2(a) to the unaudited financial results, relating to the Exposures in Vidyavihar Containers Limited (VCL), a subsidiary company, aggregating Rs. 5,213 lacs (net) as at December 31, 2014 (Rs. 7,637 lacs (net) as at December 31, 2013), where the management has, barring any significant uncertainties in future, relied upon the realizable values of financial assets of VCL to recover its Exposures.



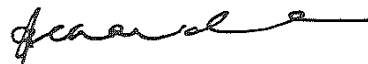
8/8

Chartered Accountants

- (b) Note 2 (b) to the unaudited financial results, relating to the Exposures in Mukand Global Finance Limited (MGFL), a subsidiary company, aggregating Rs. 2,625 lacs as at December 31, 2014 (Rs 2,625 lacs as at December 31, 2013), where the management has, barring any significant uncertainties in future, relied upon the projected future earnings from the business activities of MGFL.
- (c) Note 2 (c) of the unaudited financial results, relating to the Exposures in Bombay Forging Limited (BFL) aggregating Rs.8,826 lacs as at December 31, 2014 (Rs. 8,547 lacs as at December 31, 2013), where the management has, barring any significant uncertainties in future, relied upon the valuation of unencumbered fixed assets, the value of current assets and projected future earnings from the business activities of BFL.
- (d) Note 2 (d) to the unaudited financial results, relating to the Exposures in Stainless India Limited (SIL), a associate company, aggregating Rs.730 lacs as at December 31, 2014 (Rs 777 lacs as at December 31, 2013), where the net worth of SIL has been fully eroded and there is no significant activities being carried out by SIL. The management has, barring any significant uncertainties in future, relied upon the valuation of land held by SIL.
- (e) Note 2 (e) to the unaudited financial results, relating to the Exposures aggregating Rs. 12,681 lacs as at December 31, 2014 (Rs. 13,698 lacs as at December 31, 2013), in respect of road construction activity and our reliance on the management's expectation of its realisability.

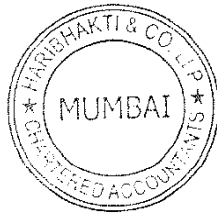
Our report is not qualified in respect of the above matters.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.103523W



Sumant Sakhardande
Partner

Membership No.:034828



Place: Mumbai
Date: February 11, 2015