

**ZENITH BIRLA (INDIA) LIMITED**

Regd. Office : Dalamal House, 1st floor, 206 J.B. Marg, Nariman Point, Mumbai - 400 021.

CIN: L29220MH1960PLC011773

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Manufacturers of Black & Galvanized Pipes

Unaudited Financial Results For the Quarter and Half Year Ended 30th September 2014

(Rs. In Lacs)

Sr. No.	Particulars	Quarter Ended			Half year Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	(Audited)
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
1	<b>Income from operations</b>			-			
	(a) Net sales/income from operations (Net of excise duty)	2,265	1,409	4,193	3,674	8,441	14,375
	(b) Other operating income	3		1,734	3	1,775	1,570
	<b>Total income from operations (net)</b>	2,269	1,409	5,927	3,678	10,216	15,945
2	<b>Expenses</b>						
	(a) Cost of materials consumed	1,629	941	273	2,570	2,417	9,145
	(b) Purchases of stock-in-trade	(66)	66	1,612	-	1,811	3,235
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(216)	261	3,710	45	5,802	7,196
	(d) Employee benefits expense	157	114	414	271	757	1,422
	(e) Depreciation and amortization expense	(69)	291	206	222	351	652
	(f) Other expenses	2,890	2,544	2,049	5,434	2,833	6,601
	<b>Total expenses</b>	4,325	4,217	8,266	8,542	13,971	28,249
3	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	(2,056)	(2,808)	(2,338)	(4,864)	(3,754)	(12,304)
4	Other income	-	-	-	-	-	-
5	<b>Profit / (Loss) from ordinary activities before finance cost and exceptional items (3+ -4)</b>	(2,056)	(2,808)	(2,338)	(4,864)	(3,754)	(12,304)
6	Finance costs	30	147	1,396	177	1,932	2,071
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5+ -6)</b>	(2,086)	(2,955)	(3,734)	(5,041)	(5,686)	(14,375)
8	Exceptional items	-	-	-	-	-	-
9	<b>Profit / (Loss) from ordinary activities before tax (7+ -8)</b>	(2,086)	(2,955)	(3,734)	(5,041)	(5,686)	(14,375)
10	Tax expense	-	-	-	-	-	1
11	<b>Net Profit / (Loss) from ordinary activities after tax (9+ -10)</b>	(2,086)	(2,955)	(3,734)	(5,041)	(5,686)	(14,374)
12	Extraordinary items	-	-	-	-	-	(5,603)
13	<b>Net Profit / (Loss) for the period (11+ - 12)</b>	(2,086)	(2,955)	(3,734)	(5,041)	(5,686)	(19,977)
14	Paid-up equity share capital (Face Value of the Share shall be indicated)	13,128	13,128	13,128	13,128	13,128	13,128
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	-
16.i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualized):						
	(a) Basic	(1.59)	(2.25)	(5.20)	(3.84)	(4.33)	(10.95)
	(b) Diluted	(1.59)	(2.25)	(5.20)	(3.84)	(4.33)	(10.95)
16.ii	Earnings per share (after extraordinary items) (of Rs.10/- each) (not annualized):						
	(a) Basic	(1.59)	(2.25)	(5.20)	(3.84)	(4.33)	(15.22)
	(b) Diluted	(1.59)	(2.25)	(5.20)	(3.84)	(4.33)	(15.22)
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public shareholding						
	- Number of shares	118,582,175	118,582,175	122,754,366	118,582,175	122,754,366	118,562,175
	- Percentage of shareholding	90.33%	90.33%	93.51%	90.33%	93.51%	90.31%
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	2,795,000	2,795,000	5,615,000	2,795,000	5,615,000	2,815,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	22.01%	22.01%	65.86%	22.01%	65.86%	22.13%
	- Percentage of shares (as a % of the total share capital of the company)	2.13%	2.13%	4.28%	2.13%	4.28%	2.14%
	b) Non - encumbered						
	- Number of shares	9,903,273	9,903,273	2911082.00	9,903,273	2911082.00	9,903,273
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	77.99%	0.78	34.14%	77.99%	34.14%	77.87%
	- Percentage of shares (as a % of the total share capital of the company)	7.54%	7.54%	2.21%	7.54%	2.21%	7.54%
<b>B</b>	<b>Particulars</b>	<b>Quarter Ended 30.09.2014</b>					
	<b>INVESTORS COMPLAINTS</b>						
	Pending at the beginning of the quarter			-			
	Received during the quarter			6			
	Disposed off during the quarter			6			
	Remaining unresolved at the end of the quarter			-			



**NOTES:**

- 1) These results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th November, 2014.
- 2) The Statutory Auditors have carried out a limited review of the above results pursuant to clause 41 of the listing agreement and furnished their modified report thereon.
- 3) The Company operates in a single segment namely Pipes and hence the segment information is not furnished in the above result.
- 4) Depreciation has continued to be provided as per Schedule XIV of the Companies Act 1956 instead of as provided in Schedule II of the Companies Act 2013, as the company has decided to carry out a technical assessment of the useful life of its assets, independent of the old rates adopted. The company's assessment is that the consequent change to depreciation for the current quarter will not be significant.
- 5) The company has not provided interest for the quarter to the extent of Rs7.68 Crores on certain loans which were classified as Non-performing assets during the previous year.
- 6) Interest amounting to Rs2.28 Crores, for the quarter, on ICDs given by the company is not considered as income, during the quarter, due realisability not being certain.
- 7) The company has declared a lockout of its Khopoli unit in November,2013
- 8) Consortiun of banks led by state bank of india has taken action under Securitisation & Reconstruction of Financial Assets and Enforcement of Security Interest Act,2002 in February 2014 and called upon the company to repay the amount of Rs.193.19 crores towards the dues. Thereafter,the consortium of banks have taken symbolic possession on 29.05.2014 of the immovable assets at the khopoli unit.
- 9) The same accounting policies are followed in preparation of the financial statements as those followed in the most recent annual statements.
- 10) Previous year figures have been regrouped / recast, wherever necessary.
- 11) The Shareholders of the Company at the Annual General Meeting held on 17th September, 2012 approved variation in utilization of follow on public offer proceeds, so that Company can also utilize the proceeds for manufacturing of SAW and ERW pipes at Chennai or at such other location as may be decided by Board. Out of Rs. 13500 lacs, Rs. 8036 lacs will be utilized from the unutilized proceeds of public issue and balance Rs. 5464 lacs will be from unutilized proceeds of GDR issue. The details of utilization of proceeds of Rs. 135 crores is given hereunder:

Particulars	(Rs.in lacs)	
	Projected Amt	Amount to be spent
Land and Building	1,000.00	1,000.00
Plant and Machinery(Imported & Indigenous)	8,532.00	8,321.00
Miscellaneous Fixed assets	3,696.00	3,696.00
Contingency	272	272
<b>Balance amount to be spent</b>	<b>13,500.00</b>	<b>13,289.00</b>

Place : Mumbai  
Date : 14th November,, 2014



By Order of the Board

(Ashish Mahendrakar)  
DIRECTOR  
DIN: 03584695

THAKUR, VAID YANATH AIYAR & CO.  
CHARTERED ACCOUNTANTS  
NEW DELHI, MUMBAI, KOLKATTA, PATNA,  
CHENNAI, CHANDIGARH AND SECUNDERABAD

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## LIMITED REVIEW REPORT

To  
The Board of Directors  
Zenith Birla (India) Ltd.,  
Dalamal House, 1st Floor,  
Jamnalal Bajaj Marg,  
Nariman Point,  
Mumbai 400 021

1. We have reviewed the accompanying statement of Standalone unaudited financial results of Zenith Birla (India) Ltd. for the Quarter and Half Year ended 30<sup>th</sup> September, 2014 except for the disclosure regarding "Public Shareholding and Promoters and Promoter Group Shareholding" which have been traced from disclosures made by the Management and have not been audited 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 the financial statement based on our review.
2. We conducted our review 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 financial statements are free of material misstatement. Our 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, and except for the matters specified in paragraph 4, nothing has come to our attention that causes us to believe that the



accompanying unaudited Financial Results prepared, fairly in all material respect, in accordance with the Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3c) of the Companies Act 1956 read with the General Circular 15/2013, dated September 13, 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.

4. (a) *As referred to in Note No.4 of the notes accompanying the statement of Financial Results the Company has not reworked its depreciation in line with the requirement as per Schedule II of the Companies Act, 2013 and has continued to charge depreciation as per the old Schedule XIV due to reason stated therein.*

(b) *As referred to in Note No. 5 of the notes accompanying the statement of Financial Results, the Company has not provided interest during the quarter under review amounting to Rs. 7.68 crores on certain bank outstanding which were classified as Non Performing Assets during the previous year.*

For THAKUR, VAIDYANATH AIYAR & CO.  
CHARTERED ACCOUNTANTS  
Firm Registration No. 000038 N

C.V.PARAMESWAR  
PARTNER  
Membership No. 11541

Place: Mumbai  
Date: 14.11.2014

