

Limited Review Report**To The Board of Directors of****Arvind Remedies Limited**

1. We have reviewed the accompanying statement of unaudited financial results of **Arvind Remedies Limited**, 190 Poonamalee High Road, Chennai 600 084 for the quarter and half year ended 30th September, 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 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 these financial statements 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 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.
3. *We draw attention to non-payment of certain overdue statutory liabilities aggregating to Rs.1799 lacs. We are unable to express our opinion on the consequential impact thereof.*
4. Based on our review conducted as above, *except for the effect of the matters stated in paragraph 3 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 recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" notified pursuant to the Companies (Accounting Standards) Rules, 2006 which continues to be applicable under Section 133 of the Companies Act, 2013 in terms of Rule 7 of the 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: Chennai

Date: November 13, 2014


Doshi, Chatterjee, Bagri & Co.

Chartered Accountants

Firm Regn. No. : 325197E


R. K. Bagri

Partner

M. No. 51956

ARVIND REMEDIES LIMITED
REGISTERED OFFICE: 190 POONAMALEE HIGH ROAD, CHENNAI 600084
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2014
CIN: L24231TN1988PLC015882

PART-I

SI No	PARTICULARS	Rs in lacs					
		FOR THE QUARTER ENDED			FOR THE HALF YEAR ENDED		YEAR ENDED
		30.09.2014 (Unaudited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Unaudited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
1	Income from Operations						
	a) Net Sales (net of Excise Duty)	29,310.68	25,846.20	21,948.91	55,156.88	40,312.44	91,048.57
	b) Other Operating Income	21.87	15.14	16.24	37.01	36.70	62.19
	Total Income from Operations (net)	29,332.55	25,861.34	21,965.15	55,193.89	40,349.14	91,110.76
2	Expenses						
	a) Cost of Materials consumed	25,177.14	21,047.31	17,104.80	46,224.45	31,752.35	69,088.05
	b) Purchase of Stock in Trade	2,870.09	-	58.44	2,870.09	141.37	200.99
	c) Change in Inventories of Finished goods, Work in Progress and Stock in Trade	(4,767.92)	(2,575.43)	(63.29)	(7,343.35)	(1,318.32)	(927.43)
	d) Employee Benefits Expenses	486.87	478.09	458.78	964.96	886.09	1,741.31
	e) Depreciation and Amortization Expenses	629.40	651.73	332.83	1,281.13	660.83	1,390.49
	g) Power & Fuel Expenses	117.91	94.36	97.97	212.27	191.93	349.42
	h) Other Expenses	1,262.92	472.94	503.17	1,735.86	881.17	2,964.67
	Total Expenses	25,776.41	20,169.00	18,492.70	45,945.41	33,195.42	74,807.50
3	Profit from Operations before other Income, Finance Costs and Exceptional Items (1-2)	3,556.14	5,692.34	3,472.45	9,248.48	7,153.72	16,303.26
4	Other Income	13.80	14.51	5.21	28.31	19.18	46.52
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3+4)	3,569.94	5,706.85	3,477.66	9,276.79	7,172.90	16,349.78
6	Finance Costs	3,347.71	2,437.56	1,691.49	5,785.27	3,249.27	7,710.35
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	222.23	3,269.29	1,786.17	3,491.52	3,923.63	8,639.43
8	Exceptional Items	-	-	-	-	-	-
9	Profit from ordinary activities before Tax (7-8)	222.23	3,269.29	1,786.17	3,491.52	3,923.63	8,639.43
10	Tax Expenses						
	Current Tax	50.00	625.00	400.00	675.00	800.00	2,050.00
	MAT Credit Entitlement	-	-	-	-	-	(225.00)
	Deferred Tax Charge / (Credit)	40.45	33.07	73.46	73.52	157.91	930.15
	Income Tax for earlier year	-	-	-	-	-	(5.57)
		90.45	658.07	473.46	748.52	957.91	2,749.58
11	Net Profit from ordinary activities after Tax (9-10)	131.78	2,611.22	1,312.71	2,743.00	2,965.72	5,889.85
12	Extra Ordinary Items (Net of Tax Expenses)	-	-	-	-	-	-
13	Net Profit for the period (11-12)	131.78	2,611.22	1,312.71	2,743.00	2,965.72	5,889.85
14	Paid up Equity Share Capital (Face Value Rs.10/-)	6,812.60	6,812.60	6,812.60	6,812.60	6,812.60	6,812.60
15	Reserves (Excluding Revaluation Reserve) (as per Balance Sheet of previous accounting year)						20,396.63
16	Earning per Share (Before and After Extra Ordinary Items) (not annualised) (Rs)						
	a) Basic	0.19	3.83	1.93	4.03	4.35	10.02
	b) Diluted	0.19	3.83	1.93	4.03	4.35	10.02



		30.09.2014	30.06.2014	30.09.2013	ENDED 30.09.2014	ENDED 30.09.2013	ENDED 31.03.2014
A	Particulars of Shareholding						
1	Public Shareholding						
	a) Number of Shares	43327688	43498188	43797500	43327688	43797500	43498188
	b) Percentage of Shareholding	63.60	63.85	64.29	63.60	64.29	63.85
2	Promoters and Promoters group shareholding						
	a) Encumbered						
	- Number of Shares	7156500	9086000	-	7156500	-	7500000
	- Percentage of Shares (as a % of total shareholding of promoter and promoters group)	28.86	36.89	-	28.86	-	30.45
	- Percentage of Shares (as % of total Share capital of the company)	10.50	13.34	-	10.50	-	11.01
	b) Non-Encumbered						
	- Number of Shares	17641812	15541812	24328500	17641812	24328500	17127812
	- Percentage of Shares (as a % of total shareholding of promoter and promoters group)	71.14	63.11	100.00	71.14	100.00	69.55
	- Percentage of Shares (as % of total Share capital of the company)	25.90	22.81	35.71	25.90	35.71	25.14

B	INVESTORS COMPLAINTS	3 months ended 30th September, 2014
	Pending at the beginning of the quarter	0
	Received during the Quarter	0
	Disposed of during the quarter	0
	Remaining Unresolved at the end of the quarter	0

NOTES

- The above unaudited financial results as reviewed by the Audit Committee were taken on record by the Board of Directors in their meeting held on 13/11/2014.
- The Previous year's/Period's figures have been regrouped/rearranged wherever considered necessary.
- The Company operates in one business segment only, i.e. Pharma Formulations. As such, it does not have any reportable business segment.
- The Board of Directors of the Company at its meeting held on May 15, 2013 had decided to demerge the Irrungattukotai (IKKT) unit of company by transferring the same on a going concern basis to a newly formed subsidiary namely Arvind Wellness Ltd with effect from April 08, 2013 (the appointed date) through a scheme of arrangement under Sections 391 to 394 of the Companies Act, 1956 and the scheme was filed with Hon'ble Madras High Court for necessary approval. However, in view of delay in getting necessary approvals for reason external to the company and changed scenario, the Board of directors at its meeting held on 9th August 2014 has decided not to pursue the scheme, which has since been withdrawn from the Hon'ble High Court on 10th November 2014.
- With effect from 1st April 2014, the company has computed depreciation with reference to the useful life / revised remaining useful life of the assets as specified by and in the manner prescribed in Schedule II of the Companies Act 2013. Due to this change, depreciation charge to the Statement of Profit & Loss for the quarter under review is higher by Rs 182.23lacs (Rs. 391.65 lacs for the half year under review). Besides, depreciation towards the remaining value of certain assets whose useful life is already exhausted as on 1st April 2014, net of deferred tax, amounting to Rs. 112.83 lacs has been adjusted against retained earnings.
- In view of financial constraints, the company had to assign certain book debts to various parties with necessary instructions to repay the creditors directly. The matter has since been reported to the Banks. However, the value of unassigned book debts along with the other current assets is sufficient to cover the working capital borrowings.
- The remaining part of the new project at Kakkalur, shown under capital work in progress, could not be completed due to requirements of certain modification on account of technical upgradation.



Particulars	30.09.2014	31.03.2014
	(Unaudited)	(Audited)
Equity and Liabilities		
Shareholders' Funds		
Share Capital	6813.08	6813.08
Reserves And Surplus	23764.30	21134.13
Total	30577.38	27947.21
Non -current Liabilities		
Long-term Borrowings	23677.93	24454.30
Deferred tax liabilities (Net)	4078.94	4063.53
Other Long Term Liabilities	200.03	154.46
Long-term Provisions	62.65	45.65
Total	28019.55	28717.94
Current Liabilities		
Short-term Borrowings	39672.09	32935.02
Trade Payables	9943.12	9448.59
Other Current Liabilities	9932.54	7913.98
Short-term Provisions	2347.65	2195.97
Total	61895.40	52493.56
Grand Total	120492.33	109158.71
Assets		
Non-current Assets		
Fixed Assets		
Tangible Assets	33557.57	34925.23
Intangible Assets	4.21	4.88
Capital Work-in-progress	6658.49	6658.49
Non-current Investments	603.05	603.05
Long-term Loans and Advances	401.97	402.79
Other Non Current Assets	2.33	3.29
Total	41227.62	42597.73
Current Assets		
Inventories	30471.42	19443.78
Trade Receivables	25492.97	33290.01
Cash and Bank Balances	603.27	551.30
Short-term Loans and Advances	22623.67	13199.69
Other Current Assets	73.38	76.20
Total	79264.71	66560.98
Grand Total	120492.33	109158.71

Chennai
Date: 13th November, 2014



For ARVIND REMEDIES LIMITED


Dr. B. Arvind Shah
Managing Director

