



DECCAN Chronicle

DCHL/2013

14th February, 2013

Bombay Stock Exchange Ltd
Department of Corporate Services
Phiroze Jeejeebhoy Towers
Dalal Steet, Fort
Mumbai- 400001

✓ **The National Stock Exchange of India Ltd**
Listing Department
Exchange Plaza, Bandra Kurla Complex
Bandra (E)
Mumbai- 400051

Dear Sirs,

Sub: Outcome of the Board Meeting Held on 14.02.2013

Ref: Stock Symbol/ Code: DCHL/ 532608

The Board of Directors approved the following

1. Un- Audited Financial Results for the quarter ended 31st December, 2012

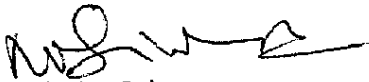
Pursuant to the Clause 41 of the Listing Agreement, we enclose herewith the Un Audited Financial Results for the quarter ended 31st December, 2012.

This is for your information and records

Thanking You

Yours faithfully

For Deccan Chronicle Holdings Limited


N V Simhadri
Authorised Signatory

Deccan Chronicle Holdings Limited

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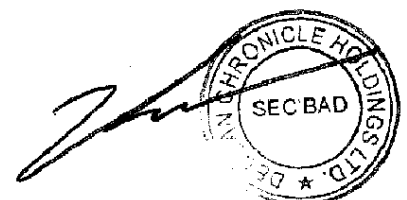
DECCAN CHRONICLE HOLDINGS LIMITED

Regd. Office : 36, S.D. Road, Secunderabad - 500 003.

Website : www.deccanchronicle.com Email: dchlinvestors@deccanmail.com

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31 DECEMBER, 2012**

Part I		(Rs. in Lakhs)			
S.NO.	PARTICULARS	Quarter Ended			Year ended (18 months)
		31.12.2012	30.09.2012	31.12.2011	30.09.2012
		Unaudited	Audited	Unaudited	Audited
1	Income from operations				
	a) Net sales / Income from operations	10,106	14,167	23,159	78,608
	b) Other operating income	126	749	1,239	5,733
	Total Income from operations	10,232	14,916	24,398	84,341
2	Expenses				
	a) Consumption of raw material	5,282	7,241	11,727	66,794
	b) Employee benefits expense	1,841	2,042	2,666	13,883
	c) Depreciation and amortisation expense	1,212	1,347	1,365	8,123
	d) Other expenses	1,557	6,168	3,745	34,492
	Total Expenses (a+b+c+d)	9,892	16,798	19,503	123,292
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	340	(1,882)	4,895	(38,951)
4	Other Income	-	-	-	-
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	340	(1,882)	4,895	(38,951)
6	Finance Costs	561	8,123	1,769	73,388
7	Profit/(Loss) from ordinary activities after finance costs but before and exceptional items (5-6)	(221)	(10,005)	3,126	(112,339)
8	Exceptional Items	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7+8)	(221)	(10,005)	3,126	(112,339)
10	Tax expense	-	-	993	(8,298)
11	Profit/(Loss) from ordinary activities before tax (9-10)	(221)	(10,005)	2,133	(104,041)
12	Extraordinary items (net of tax expense)	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(221)	(10,005)	2,133	(104,041)
14	Paid-up equity share capital	4,179	4,179	4,179	4,179
	Weighted Average number of equity shares	208,972,219	208,972,219	208,972,219	216,041,749
	(Face value of the Share in Rs.)	2	2	2	2
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	123,145
16.i	Earnings per Share (before extra ordinary items) (of Rs.2/- each)(not annualised) Basic & Diluted EPS (in Rs.)	(0.11)	(4.79)	1.02	(48.16)
16.ii	Earnings per Share (after extra ordinary items) (of Rs.2/- each)(not annualised) Basic & Diluted EPS (in Rs.)	(0.11)	(4.79)	1.02	(48.16)
Part II					
A	Particulars of shareholding				
1	Public shareholding				
	- Number of shares	140,720,696	128,720,696	54,689,969	128,720,696
	- Percentage of shareholding	67.34	61.60	26.17	61.60
2	Promoters and promoter group shareholding				
a)	Pledged / Encumbered				
	- Number of shares	68,100,000	80,100,000	-	80,100,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.78	99.81	-	99.81
	- Percentage of shares (as a % of the total share capital of the company)	32.59	38.33	-	38.33
b)	Non-encumbered				
	- Number of shares	151,523	151,523	154,282,250	151,523
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.22	0.19	100.00	0.19
	- Percentage of shares (as a % of the total share capital of the company)	0.07	0.07	73.83	0.07
	Particulars	Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved at the end of the quarter
B	Investor Complaints	2	2	2	2

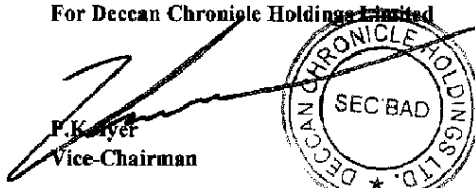


NOTES:

- 1 The above financial results were reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on 14 February, 2013. The Statutory Auditors of the company have carried out a Limited Review of the above financial results.
- 2 Some of the lenders and creditors of the Company have initiated legal actions for recovery of their debts and some other Creditors filed winding up petitions against the Company. The Company has been facing litigation before various forums. The management has taken all possible steps to defend the company in the cases. The Company has not made provision for the accrued and unpaid interest, damages, costs and other financial charges as the Company is negotiating with the lenders/ creditors for restructuring of its
- 3 As a result of the Lenders invoking the pledge of shares made by the Promoters of the Company as collateral security for the financial assistance provided to the Company, the promoters shareholding as reflected in the depository has come down from 73.83% to 32.66% as at 31st December 2012. The Promoters have contested the invocation of the pledge and appropriation of the value by the lenders and the matter is pending to be resolved.
- 4 Profit/(loss) on assets transferred to lenders on Debt-Asset Swap Arrangement is not accounted since the details such as loan amount adjusted, the basis on which the value of the assets were arrived at and transferred etc., have not been furnished by the those lenders who got the properties conveyed to them under duress and coercion.
- 5 The revenues and expenditures have come down during the quarter because of scaling down of operations of odyssey retail stores and cancellation of IPL franchise by Board of Control For Cricket in India (BCCI).
- 6 The Franchise agreement for participation in BCCI-IPL has been terminated by BCCI. The matter now rests with the the Arbitrator appointed by the Hon'ble High Court of Bombay. The Company has filed statement of claim for damages/compensation. Considering the ground realities and circumstances and advice tendered by the Legal Counsels, the Company is confident of positive result out of the Arbitration. As the matter is sub-judice in the Arbitration proceedings and award is awaited, the amount claimed by the Company from BCCI is not recognised based on the principle of prudence.
- 7 The provision for Deferred Tax Asset / liability shall be considered at the financial year end.
- 8 There are no reportable segments as per the accounting standard on segment reporting.
- 9 Figures have been re-grouped and re-casted wherever necessary.

Secunderabad
14 February, 2013

On behalf of the Board of Directors
For Deccan Chronicle Holdings Limited


P. K. Nayyar
Vice-Chairman



C. B. MOULI & ASSOCIATES

Chartered Accountants



125, M. G. Road,
Secunderabad -500 003.
Ph: 27840777, Fax: 27848545
E-mail: ourauditor@gmail.com

LIMITED REVIEW REPORT

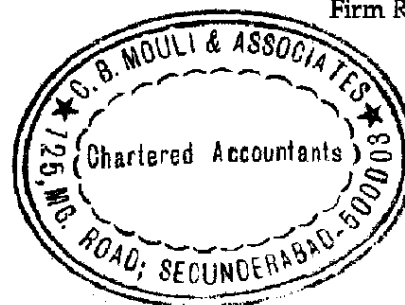
**Review Report to The Board of Directors
Deccan Chronicle Holdings Limited**

1. We have reviewed the accompanying statement of unaudited financial results of **M/s. Deccan Chronicle Holdings Limited ('the Company')** for the Quarter ended 31st December, 2012 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. *Attention is invited to the following material matters:*
 - i) with regard to pending accounting of accrued and unpaid interest:
As stated in Note No. 2 of unaudited quarterly results, pending accounting for accrued and unpaid interest on borrowings and overdues payable to lenders/creditors, quantification of the interest payable, damages, costs, other financial charges, the ultimate liability for financial charges and related impact on the reported loss is not quantified for quarter ended 31st December 2012.
 - ii) with regard to pending accounting of Profit/ (Loss) on sale of Assets:
As stated in Note No. 4 of unaudited quarter results, the Company has not accounted for Profit/(Loss) on sale of some of the assets more particularly, immovable properties transferred to the lenders and others. As per the information and explanations given by the management and enquiries made with the personnel, some of the assets were conveyed to the lenders in the nature of "Debt Asset Swap Arrangement" and details such as loan amount adjusted, the basis on which the value of the assets were arrived at and transferred etc. are not available. Based on the above facts and in the absence of sufficient information, we are unable to quantify the related effect on the financial results and assets for the quarter ended 31st December 2012.
 - iii) *As per the information and explanations given by the management and enquiries made, some of the lenders and creditors have initiated legal action for recovery of their debts and some creditors have also filed winding up petitions against the Company. So far except interim orders, no final orders have been passed. Hence we are unable to comment on the possible financial impact of the outcome of these legal proceedings against the Company.*
 - iv) *the other qualifications contained in our paragraph 4(f) of Audit Report for the financial period ended 30th September 2012 continues to be applicable for the quarter ended 31st December, 2012.*
4. Based on our review conducted as above, *subject to our comments in paragraph 3 of this report, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended)] 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.*

For C.B. MOULI & ASSOCIATES

Chartered Accountants

Firm Registration No: 002140S

**MANI OOMMEN**

Partner

Membership No: 24046

Place: Secunderabad

Date : 14th February, 2013