

LIMITED REVIEW REPORT

To,
The Board of Directors,
GUJARAT SIDHEE CEMENT LIMITED

We have reviewed the accompanying statement of un-audited financial results of **GUJARAT SIDHEE CEMENT LIMITED** ('the Company') for second quarter and six months period ended 30th September, 2012 except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been audited by us. This statement is the responsibility of 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.

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. A review of interim financial information consist 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 standard 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards 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.

For, **Manubhai & Co.**
Chartered Accountants
Firm Registration No.: 106041 W



(K C Patel)
Partner
Membership No.: 30083

Place : Mumbai

Date : 8th November, 2012

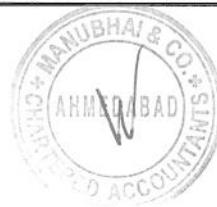


GUJARAT SIDHEE CEMENT LIMITED

SIDHEEGRAM - 362276, OFF VERAVAL - KODINAR HIGHWAY, TAL : SUTRAPADA, DIST : JUNAGADH (GUJARAT)
UNAUDITED FINANCIAL RESULTS FOR SECOND QUARTER AND HALF YEAR ENDED 30.09.2012

	Particulars	Three Months ended			Six Months ended		Year ended
		30.09.2012 (Unaudited) Rs. in lacs	30.06.2012 (Unaudited) Rs. in lacs	30.09.2011 (Unaudited) Rs. in lacs	30.09.2012 (Unaudited) Rs. in lacs	30.09.2011 (Unaudited) Rs. in lacs	31.03.2012 (Audited) Rs. in lacs
1	Income from Operations :						
a	Sales / Income from Operations	11,711.11	14,800.00	8,889.21	26,511.11	21,288.32	48,540.79
	Less : Excise Duty	1,252.99	1,502.19	874.17	2,755.18	2,012.88	4,882.01
	Net Sales / Income from Operations (Net of Excise duty)	10,458.12	13,297.81	8,015.04	23,755.93	19,275.44	43,658.78
b	Other Operating Income	30.87	20.80	34.40	51.67	106.76	236.93
	Total Income from Operations (net)	10,488.99	13,318.61	8,049.44	23,807.60	19,382.20	43,895.71
2	Expenses :						
a	Cost of materials consumed	1,154.73	1,428.71	1,172.38	2,583.44	2,569.76	5,525.79
b	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(379.36)	868.28	(59.10)	488.92	(213.26)	(31.72)
c	Employee benefit expenses	605.77	525.42	540.61	1,131.19	1,077.90	2,080.71
d	Depreciation and amortisation expenses	159.75	159.33	152.12	319.08	306.05	613.85
e	Stores and repairs expenses	681.45	536.16	970.92	1,217.61	1,366.05	2,693.70
f	Freight expenses	1,287.04	1,552.21	1,570.17	2,839.25	3,602.37	7,398.91
g	Power and fuel expenses	4,778.95	5,404.93	4,563.04	10,183.88	9,943.99	21,374.48
h	Other expenses relating to operations	895.27	922.80	750.69	1,818.07	1,520.90	3,280.78
	Total Expenses	9,183.60	11,397.84	9,660.83	20,581.44	20,173.76	42,936.50
3	Profit from operations before other income, finance costs and exceptional items (1-2)	1,305.39	1,920.77	(1,611.39)	3,226.16	(791.56)	959.21
4	Other Income	169.00	102.32	47.31	271.32	173.12	496.26
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	1,474.39	2,023.09	(1,564.08)	3,497.48	(618.44)	1,455.47
6	Finance costs	44.80	60.04	109.16	104.84	142.25	286.11
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	1,429.59	1,963.05	(1,673.24)	3,392.64	(760.69)	1,169.36
8	Exceptional Items (Refer note no. 4)	10.57	846.76	-	857.33	-	-
9	Profit from ordinary activities before tax (7+8)	1,440.16	2,809.81	(1,673.24)	4,249.97	(760.69)	1,169.36
10	Tax Expense						
	- Income Tax Provision (MAT)	303.33	546.99	(135.10)	850.32	-	-
	- MAT credit entitlement	(180.69)	(546.99)	135.10	(727.68)	-	-
	- Deferred Tax Adjustments	440.90	911.64	(365.03)	1,352.54	(68.96)	617.77
	Total Tax Expenses	563.54	911.64	(365.03)	1,475.18	(68.96)	617.77
11	Net Profit from ordinary activities after tax (9-10)	876.62	1,898.17	(1,308.21)	2,774.79	(691.73)	551.59
12	Paid up Equity Share Capital (Face value of Rs. 10 each)	14,466.84	14,466.84	14,466.84	14,466.84	14,466.84	14,466.84
13	Reserves excluding Revaluation Reserves (As per balance sheet of previous accounting year)						(3,897.53)
14	Basic and Diluted Earnings per share of Rs. 10 each (not annualised)	0.61	1.31	(0.90)	1.92	(0.48)	0.38
A	PARTICULARS OF SHAREHOLDING :						
1	Public shareholding						
	- Number of shares*	9,29,80,948	9,29,80,948	9,34,36,493	9,29,80,948	9,34,36,493	9,34,36,493
	- Percentage of Shareholding	64.30%	64.30%	64.61%	64.30%	64.61%	64.61%
2	Promoters and Promoter group Shareholding :						
a	Pledged/Encumbered						
	- Number of shares	76,63,650	1,41,63,650	1,41,63,650	76,63,650	1,41,63,650	1,41,63,650
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	14.84%	27.43%	27.67%	14.84%	27.67%	27.67%
	-Percentage of shares (as a % of total share capital of the Company)	5.30%	9.79%	9.79%	5.30%	9.79%	9.79%
b	Non-encumbered						
	- Number of shares	4,39,70,810	3,74,70,810	3,70,15,265	4,39,70,810	3,70,15,265	3,70,15,265
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	85.16%	72.57%	72.33%	85.16%	72.33%	72.33%
	-Percentage of shares (as a % of total share capital of the Company)	30.41%	25.91%	25.60%	30.41%	25.60%	25.60%
B	INVESTOR COMPLAINTS :	For the quarter ended 30.09.2012					
	Pending at the beginning of the quarter		Nil				
	Received during the quarter		2				
	Disposed of during the quarter		2				
	Remaining unresolved at the end of the quarter		Nil				

* does not include 41,43,650 shares in the name of lender pledged by the promoters



Notes :

1 Statement of Assets and Liabilities :

Particulars		As at 30.09.2012 (Unaudited)	As at 31.03.2012 (Audited)
		Rs. in lacs	Rs. in lacs
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital		14,466.84	14,466.84
(b) Reserves and Surplus		(1,122.75)	(3,897.53)
Sub-total - Shareholders' funds		13,344.09	10,569.31
2 Non-current liabilities			
(a) Long-term Borrowings		184.50	266.01
(b) Deferred Tax Liabilities (net)		49.17	-
(c) Other long-term liabilities		497.45	485.07
(d) Long-term provisions		1,364.66	1,597.87
Sub-total - Non-current liabilities		2,095.78	2,348.95
3 Current liabilities			
(a) Short-term Borrowings		407.52	389.91
(b) Trade Payables		5,835.56	7,395.29
(c) Other current liabilities		2,697.95	2,762.22
(d) Short-term provisions		148.13	142.05
Sub-total - Current liabilities		9,089.16	10,689.47
TOTAL - EQUITY AND LIABILITIES		24,529.03	23,607.73
B ASSETS :			
1 Non-current assets			
(a) Fixed assets			
i) Tangible assets		7,782.38	7,845.15
ii) Capital work-in-progress		178.28	77.03
(b) Non-current investments		0.14	0.14
(c) Deferred tax assets (net)		-	1,303.37
(d) Long-term loans and advances		1,652.11	1,068.04
(e) Other non-current assets		50.45	569.00
Sub-total - Non-current assets		9,663.36	10,862.73
2 Current assets			
(a) Inventories		4,423.02	5,556.79
(b) Trade receivables		1,716.11	1,604.78
(c) Cash and cash equivalents		6,044.72	3,131.07
(d) Short-term loans and advances		2,457.49	2,358.39
(e) Other current assets		224.33	93.97
Sub-total - Current assets		14,865.67	12,745.00
TOTAL - ASSETS		24,529.03	23,607.73

- The Government of Gujarat had filed the Letters Patent Appeal before the Hon'ble High Court of Gujarat and also filed a claim of Rs. 346.02 crores in respect of interest and penal interest on dues to them with the Hon'ble High Court. The decision is still pending and no interim relief has been granted by the Hon'ble High Court. In view of this, no provision has been made in respect thereof. However, the Government of Gujarat vide its letter no. BFR-102011-127454-GSC-104-P dated June 25, 2012 has agreed to withdraw the said LPA.
- The Company has only one business segment i.e. 'Cement/Clinker'.
- Exceptional Item includes (a) Rs. 423.88 lacs being Interest received on deposit with GSFS Ltd. placed in earlier year and (b) Rs. 433.45 lacs being reversal of provision for electricity duty exempted by Government of Gujarat under AAIFR Scheme SS-02 vide Letter of GOG referred in note 1 above.
- Previous period's figures have been regrouped and / or rearranged wherever necessary to make them comparable with current period's figures.
- The above unaudited Financial Results for the second quarter and half year ended September 30, 2012 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 8, 2012.

By Order of the Board
For Gujarat Sidhee Cement Limited

Place : Mumbai
Dated : November 8, 2012




(M S Gilotra)
Managing Director