

**HIKAL®**

Ref : HL:SVW: SJ:2013

6th February, 2013

The Deputy General Manager
Bombay Stock Exchange Limited
Corporate Relationship Department
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001

→ The National Stock Exchange of India Ltd
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051

COMPANY CODE No. 524735**Symbol : HIKAL**

Dear Sirs,

Re : Intimation in terms of Clause No. 41 of Listing Agreement.

We are enclosing herewith the Unaudited Financial Results of our Company for the quarter ended 31st December, 2012, as per clause 41 of the Listing Agreement, which were taken on record by the Board of Directors at their meeting held on 6th February, 2013. Along with Review Report of Statutory Auditors of the Company.

Thanking you,

Yours faithfully,
for **HIKAL LTD.,**

S.V. WAHALEKAR
Sr. Vice President Finance
& Company Secretary

Encl : As above.

HIKAL LTD



Statement of unaudited results
for the quarter and nine months ended December 31, 2012

Rs. In Lacs (Except for per share data)

	Unaudited 31st December 2012	Quarter ended Unaudited 30th September 2012	Unaudited 31st December 2011	Nine Months Ended Unaudited 31st December 2012	2011	Year ended Audited 31st March 2012
Sales / income from operations	15,477	15,358	19,027	47,493	48,582	70,892
Less: Excise duty	185	98	479	416	1,294	1,469
Net sales / income from operations	15,292	15,260	18,548	47,077	47,288	69,423
Total expenditure						
a) Cost of materials and utilities consumed	8,715	8,693	9,051	27,046	24,959	37,128
b) Purchases of stock- in- trade	-	-	-	-	-	-
c) Change in inventories of finished goods and work in progress	(1,070)	(250)	1,236	(2,148)	608	1,615
d) Employee benefits expense	1,672	1,651	1,379	4,915	4,221	5,569
e) Depreciation and amortisation expenses	1,244	1,196	1,076	3,618	3,173	4,242
f) Other expenses	1,588	1,324	2,368	4,518	5,967	8,396
Total expenditure	12,149	12,614	15,110	37,949	38,928	56,950
Profit from operations before other income, interest and impact of forward contracts	3,143	2,646	3,438	9,128	8,360	12,473
Other income	20	510	110	563	346	496
Profit before interest and impact of forward contracts	3,163	3,156	3,548	9,691	8,706	12,969
Finance cost	1,340	1,258	1,171	3,874	3,522	4,776
Profit from ordinary activities before tax and impact of forward contracts	1,823	1,898	2,377	5,817	5,184	8,193
- Exchange loss (Refer note no.3 below)	550	1,676	1,111	3,763	1,527	2,556
- Reversal of cash flow hedge reserve	-	-	-	-	(371)	(371)
Profit from ordinary activities before tax	1,273	222	1,266	2,054	4,028	6,008
Provision for taxation						
-Current taxes	246	43	305	411	892	1,228
-Minimum Alternative Tax credit	(246)	(43)	(305)	(411)	(892)	(1,228)
-Deferred tax	370	10	(38)	430	130	599
Net profit after tax	903	212	1,304	1,624	3,898	5,409
Paid-up equity share capital	1,644	1,644	1,644	1,644	1,644	1,644
Reserves excluding revaluation reserves						33,474
Earnings per share (face value Rs. 10/-)						
- Basic	5.49	1.29	7.93	9.88	23.71	32.90
- Diluted	5.49	1.29	7.93	9.88	23.71	32.90
- Cash	13.06	8.57	14.48	31.88	43.01	58.70
A. PARTICULARS OF HOLDINGS						
Public shareholding						
- No of shares	5,125,963	5,125,963	5,125,963	5,125,963	5,125,963	5,125,963
- Percentage of shareholding	31.18%	31.18%	31.18%	31.18%	31.18%	31.18%
Promoters and promoter group shareholding						
a) Pledged / Encumbered						
- No of shares	-	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b) Non-encumbered						
- No of shares	11,314,137	11,314,137	11,314,737	11,314,137	11,314,137	11,314,137
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	68.82%	68.82%	68.82%	68.82%	68.82%	68.82%

B. INVESTOR COMPLAINTS

	December 31, 2012
Pending at the beginning of the quarter	1
Received during the quarter	1
Disposed off during the quarter	1
Remaining unresolved at the end of the quarter	1

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting on February 6, 2013
2. The Scheme of Arrangement for merger of Acoris Research Limited (ARL) with the Company was sanctioned by Hon'ble High Court of Bombay vide its order dated March 30, 2012. Accordingly, ARL was merged with the Company from the Appointed Date April 1, 2012. Accordingly, effective April 1, 2012 all assets/liabilities of ARL is taken over by the company at the book value and the difference of Rs.2,850 lacs between the assets/liabilities is adjusted in Securities Premium Account. In view of the aforesaid merger, the figures for the current quarter including EPS are strictly not comparable with those of the corresponding period of the previous year.
3. The Company has entered into forward/options contracts to hedge its exposure to fluctuations in foreign exchange for approx 30% of future exports. These covers have been staggered upto the period March 31, 2013, as the major percentage of the Company's turnover is realized from exports. The Company is of the opinion that the result of these transactions represent unrealised losses that are notional in nature. The management is of the opinion that the fluctuation in currency movements against hedged contracts gets compensated by realization of a higher value of sales realizations and therefore, the actual profit/loss against such outstanding contracts crystallizes only on maturity of such forward contracts. The gain/ loss on these transactions will be recognised as and when they fall due. The mark to market valuation loss is Rs. 2,104 lacs as on December 31, 2012 (corresponding previous period as on December 31, 2011 Rs. 7,534 lacs). Further, due to extant volatility in foreign currency rates the exchange difference of Rs. 321 lacs as on December 31, 2012 (corresponding previous period as on December 31, 2011 Rs. 1,354 lacs) on outstanding short term working capital loans, will be accounted at the rate prevailing on the date of payment.
4. The results for the quarter ended December 31, 2012 have been subjected to a "Limited Review" by the Statutory Auditors of the Company. The limited review report has been modified with respect to note no.3 above. The limited review report will be filed with the stock exchanges and will be available on the Company's web site - www.hikal.com.

For HIKAL LTD



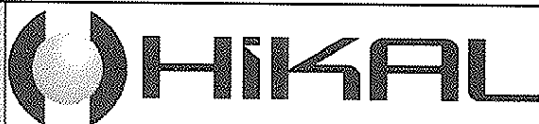
Jai Hiremath
Chairman &
Managing Director

Place : Mumbai
Date : February 6, 2013

HIKAL LTD

Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.

Just the right chemistry



Segment wise revenue , results and capital employed
for the quarter and nine months ended December 31, 2012

Rs. In lacs						
	Unaudited 31st December 2012	Quarter ended Unaudited 30th September 2012	Unaudited 31st December 2011	Nine Months Ended Unaudited 31st December 2012	2011	Year Ended Audited 31st March 2012
1. Segment Revenue						
a) Pharmaceuticals	8,906	7,963	13,044	26,462	31,240	44,769
b) Crop protection products	6,386	7,297	5,504	20,615	16,048	24,654
Total	15,292	15,260	18,548	47,077	47,288	69,423
Less: Inter segment revenue	-	-	-	-	-	-
Net sales/income from operations	15,292	15,260	18,548	47,077	47,288	69,423
2. Segment Results						
Profit before interest and tax						
a) Pharmaceuticals	2,634	2,099	3,639	7,248	8,650	12,405
b) Crop protection products	1,047	1,198	490	3,561	1,548	2,734
Total	3,681	3,297	4,129	10,809	10,198	15,139
Less :						
i) Interest	1,339	1,258	1,171	3,875	3,522	4,776
ii) Other un-allocable expenditure net off un-allocable income	1,069	1,817	1,692	4,880	2,648	4,355
Profit before tax	1,273	222	1,266	2,054	4,028	6,008
3. Capital employed						
a) Pharmaceuticals	63,139	61,609	52,523	63,139	52,523	52,771
b) Crop protection products	27,485	26,721	27,344	27,485	27,344	27,734
c) Unallocated capital	(45,925)	(44,514)	(34,230)	(45,925)	(34,230)	(34,522)
Total	44,699	43,816	45,637	44,699	45,637	45,983

For HIKAL LTD

Jai Hiremath
Chairman &
Managing Director

Place : Mumbai
Date : February 6, 2013

HIKAL LTD

Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.

Just the right chemistry

B S R & Company
Chartered Accountants

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N. M. Joshi Marg
Mahalakshmi
Mumbai - 400 011
India

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Review report**To the Board of Directors of
Hikal Limited**

- 1 We have reviewed the accompanying statement of un-audited financial results ('the Statement') of Hikal Limited ('the Company') for the quarter ended 31 December 2012 and the year to date results for the period 1 April 2012 to 31 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 *As more fully explained in note no. 3 to the Company's statement of un-audited financial results, the Company has not provided for a "mark-to-market" loss on derivative contracts/receivables aggregating to Rs 2,104 lakhs as at 31 December 2012 (31 December 2011: Rs 7,534 lakhs) and for the exchange difference on working capital loans aggregating to Rs 321 lakhs as at 31 December 2012 (31 December 2011: Rs 1,354 lakhs) for the reasons stated by the management in the said note. Consequently, without considering the tax effect, the profit before tax for the quarter ended 31 December 2012, the year to date results for the period 1 April 2012 to 31 December 2012 and capital employed as at 31 December 2012 are overstated by Rs 2,425 lakhs (Quarter ended 31 December 2011, the year to date results for the period 1 April 2011 to 31 December 2011 and capital employed as at 31 December 2011: Rs 8,888 lakhs).*
- 4 Based on our review conducted as above, *subject to our comments in paragraph 3 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 the accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 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 **B S R & Company**
Chartered Accountants

Firm's Registration No : 128032W


Vijay Bhatt
Partner

Mumbai
6 February 2013

Membership No: 036647