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B. K. KHARE & CO.
CHARTERED ACCOUNTANTS

Limited Review Report

**Review Report to
The Board of Directors
Innoventive Industries Limited
Pune**

1. We have reviewed the accompanying statement of unaudited Financial Results of Innoventive Industries Limited ('the Company') for the quarter and six months ended September 30, 2013 (the "Statement"), 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 reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on the 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure applied to Financial Data and thus provides 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, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the Accounting Standards notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of the General Circular 15/2013 dated September 13, 2013 issued by the Ministry of Corporate Affairs) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with stock exchanges including the manner in which it is to be disclosed, or that it contains any material misstatement.

B. K. Khare & Co.

Firm registration number: 105102W

Chartered Accountants

P. V. Paranjape

**Prasad Paranjape
Partner**

Membership No.: 047296

Place: Pune

Date: 14th November, 2013



Branch Office : Pune

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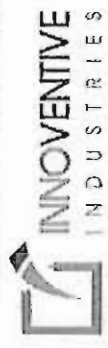
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INNOVENTIVE INDUSTRIES LIMITED

Registered Office : Gat No. 1261, Village - Sanaswadi,
District - Pune 412208



Unaudited Standalone Financial Results For The Quarter and Half Year Ended September 30, 2013

(Rs. In Lacs)

Statement of Unaudited Financial results for the quarter and half year ended September 30, 2013

Particulars	Standalone					
	Quarter ended			Half year ended		
	30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	Year Ended 31.03.2013 (Audited)
1. Income from operations						
(a) Net sales	8,258.90	15,354.64	17,246.98	23,613.54	30,257.22	63,620.26
(b) Other operating income	127.85	19.65	709.60	147.50	1,260.66	1,447.55
Total income from operations (net)	8,386.75	15,374.29	17,956.58	23,761.04	31,517.88	65,067.81
2. Expenses						
(a) Cost of materials consumed	6,121.96	7,767.17	8,565.29	13,889.13	18,280.11	41,141.15
(b) Purchases of stock-in-trade	-	3,086.62	249.87	3,086.62	371.23	1,298.14
(c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(399.63)	567.52	1,191.46	167.89	(1,008.85)	(5,542.01)
(d) Employee benefits expense	902.02	951.66	623.90	1,853.68	1,211.80	3,030.37
(e) Depreciation	986.93	1,036.41	905.45	2,023.34	1,731.95	3,566.12
(f) Foreign exchange loss / (gain) (Refer note no. 3)	1,011.70	1,085.38	463.16	2,097.08	316.81	60.92
(g) Other expenses	2,549.84	2,754.46	2,189.79	5,304.30	3,986.72	8,355.78
Total expenses	11,172.82	17,249.22	14,188.91	28,422.04	24,889.76	51,910.47
3 Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(2,786.07)	(1,874.93)	3,767.66	(4,661.00)	6,628.11	13,157.34
4 Other income	8.33	54.02	(39.62)	62.35	71.89	207.16
5 Profit / (Loss) from operations before finance costs and exceptional items (3+4)	(2,777.74)	(1,820.91)	3,728.04	(4,598.65)	6,700.00	13,364.50
6 Finance costs	2,016.14	2,161.15	1,310.67	4,177.29	2,643.55	6,033.84
7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(4,793.88)	(3,982.06)	2,417.37	(8,775.94)	4,056.45	7,330.66
8 Exceptional items	-	-	-	-	-	-
9 Profit / (Loss) from ordinary activities before tax (7+8)	(4,793.88)	(3,982.06)	2,417.37	(8,775.94)	4,056.45	7,330.66
10 Tax expense	-	157.30	518.87	157.30	942.83	1,676.63
11 Net Profit / (Loss) from ordinary activities after tax (9-10)	(4,793.88)	(4,139.36)	1,898.50	(8,933.24)	3,113.62	5,654.03
12 Paid-up equity share capital (Face value of ₹ 10 each)	5,964.40	5,964.40	5,964.40	5,964.40	5,964.40	5,964.40
13 Reserves excluding Revaluation Reserves	-	-	-	-	-	-
14 Basic and Diluted Earnings per share (Rs.) (not annualised)	(8.04)	(6.94)	3.18	(14.98)	5.22	9.48
before and after extraordinary items						



		Particulars		Quarter ended		Year ended
				30.09.2013	30.06.2013	31.03.2013
A		Particulars of shareholding				
1		Public shareholding				
	Number of shares			32,568,267	32,597,417	32,597,417
	Percentage of shareholding			54.60%	54.86%	54.65%
2		Promoters & Promoter Group Shareholding				
	(a) Pledged / Encumbered *					
	Number of shares			6,250,000	4750000	4,750,000
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)			23.08%	17.56%	17.56%
	Percentage of shares (as a % of the total share capital of the company)			10.48%	7.96%	7.96%
	(b) Non-encumbered					
	Number of shares			20,825,732	22296582	22,296,582
	Percentage of shares (as a % of the total shareholding of promoters and promoter group)			76.92%	82.43%	82.44%
	Percentage of shares (as a % of the total share capital of the company)			34.92%	37.38%	37.38%
* The term "encumbrance" has the same meaning as assigned to it in regulation 28(3) of the SAST Regulations, 2011						
				Quarter ended		
				30.09.2013		
B		Investor complaints				
	Pending at the beginning of the quarter			-		
	Received during the quarter			2		
	Disposed of during the quarter			2		
	Remaining unresolved at the end of the quarter			-		



Segment-wise revenue, results and capital employed

	Particulars	Standalone					
		Quarter ended		Half year ended		Year ended	
		30.09.2013 (Unaudited)	30.06.2013 (Unaudited)	30.09.2012 (Unaudited)	30.09.2013 (Reviewed)	30.09.2012 (Reviewed)	31.03.2013 (Audited)
1	Segment revenue						
	Motor Vehicle parts	5,101.16	4,471.81	4,356.20	9,572.97	7,935.13	17,412.51
	Tubes & Products	2,556.14	4,644.46	11,532.23	7,200.60	20,396.74	39,629.27
	Others	601.60	6,238.37	2,068.15	6,839.97	3,186.01	6,578.48
	Total	8,258.90	15,354.64	17,956.58	23,613.54	31,517.88	63,620.26
2	Segment profit / (loss) before tax and financing cost						
	Motor Vehicle parts	793.44	652.27	828.11	1,445.72	1,529.26	3,396.03
	Tubes & Products	(2,368.89)	(1,532.76)	2,840.39	(3,901.65)	4,979.42	8,760.19
	Others	(598.20)	433.35	124.71	(164.85)	189.32	698.84
	Total	(2,173.65)	(447.14)	3,793.21	(2,620.79)	6,698.00	12,855.06
	Less:						
	Financing cost	2,016.14	2,161.15	1,310.67	4,177.29	2,643.55	6,033.84
	Exceptional items - Foreign exchange loss (net)	1,011.70	1,085.38		2,097.08		60.92
	Other Un-allocable (Net)	(407.61)	288.39	65.17	(119.22)	(2.00)	(570.36)
	Total profit before tax	(4,793.89)	(3,982.06)	2,417.37	(8,775.94)	4,056.45	7,330.66
3	Capital employed						
	Motor Vehicle parts	19,980.67	16,872.52	14,667.22	19,980.67	14,667.22	19,465.93
	Tubes & Products	78,962.76	79,326.87	57,751.37	78,962.76	57,751.37	71,212.16
	Others	8,770.28	7,187.10	4,491.64	8,770.28	4,491.64	4,988.27
	Unallocable	(67,923.21)	(59,463.75)	5,868.31	(67,923.21)	5,868.31	(47,604.26)
	Total	39,790.50	43,922.74	82,778.54	39,790.50	82,778.54	48,062.10



Disclosure of assets and liabilities as per clause 41(i)(ea) of the listing agreement for the half year ended September 30, 2013

Particulars		Rs. In Lacs		
		As at 30 September 2013 (Unaudited)	As at 30 September 2012 (Unaudited)	As at 31 March 2013 (Audited)
A Equity and liabilities				
1 Shareholders' funds				
(a) Share capital		5,964.40	5,964.40	5,964.40
(b) Reserves and surplus		33,826.09	40,255.11	42,097.70
	Sub-total - Shareholders' funds	39,790.49	46,219.51	48,062.10
2 Non-current liabilities				
(a) Long-term borrowings		23,065.44	19,296.83	20,284.81
(b) Deferred tax liabilities (net)		5,946.91	5,463.35	5,802.87
(c) Other long term liabilities		133.23	68.46	150.46
(d) Long-term provisions		1,083.64	1,255.97	1,141.29
	Sub-total - Non-current liabilities	30,229.22	26,084.61	27,379.43
3 Current liabilities				
(a) Short-term borrowings		38,910.86	3,598.90	16,120.19
(b) Trade payables		539.16	7,036.90	4,622.18
(c) Other current liabilities		9,010.23	10,117.14	9,845.00
(d) Short-term provisions		297.75	2,085.11	836.58
	Sub-total - Current liabilities	48,758.00	22,838.05	31,423.95
	Total - Equity and liabilities	118,777.71	95,142.17	106,865.48
Assets				
1 Non-current assets				
(a) Fixed assets		64,048.60	57,285.84	60,863.21
(b) Non-current investments		6,092.81	4,999.40	6,213.41
(c) Long-term loans and advances		5,676.20	4,491.64	5,328.09
(d) Other Non Current Investment		115.80	154.80	115.80
	Sub-total - Non-current assets	75,933.41	66,931.68	72,520.51
2 Current assets				
(a) Inventories		18,245.22	14,505.18	19,045.76
(b) Trade receivables		13,911.88	2,094.70	3,730.71
(c) Cash and bank balances		1,671.45	714.11	1,387.57
(d) Short-term loans and advances		4,356.19	4,434.35	5,771.10
(e) Other current assets		4,659.56	6,462.15	4,409.83
	Sub-total - Current assets	42,844.30	28,210.49	34,344.97
	Total - Assets	118,777.71	95,142.17	106,865.48



NOTES

- The above financial results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on November 14, 2013.
- The result for the quarter ended September 30, 2013 have been "limited reviewed" by the statutory auditors of the company.
- During the quarter and six months ended 30th September 2013 foreign exchange loss / (gain) amounts to:

Particulars	(Rs. In Lacs)			
	September 2013 Quarter ended	Six Months 1,204.96	September 2012 Quarter ended	Six Months 287.77
Realised	806.02		398.94	64.22
Unrealised	205.68	892.12	64.22	1,021.16
Total	1,011.70	2,097.08	463.16	1,085.38

- Amount of Industrial Promotion Subsidy (IPS) sanctioned under Package Scheme of Incentives, 2007 of Govt. of Maharashtra for setting up Mega Project Unit and income recognised on prepayment of sales tax deferral computed on NPV basis is considered as Non Taxable based on the Judicial Pronouncement and supported by legal opinion obtained by the Company.

5. Additional Information : Key Financial Figures for Innoventive Group (Consolidated)

Particulars	Half year ended		Year ended	
	30.09.2013 (Unaudited)	30.09.2012 (Unaudited)	31.03.2013 (Audited)	
Segment wise break up of Revenue				
Motor Vehicle parts	9,572.97	7,935.13	17,412.51	
Tubes & Products	9,843.72	22,292.64	45,510.05	
Cold Rolled Coils	1,864.47	2,860.33	5,839.56	
Oil and gas	2,684.02	6,797.20	10,956.40	
Others	8,071.50	1,104.78	2,654.36	
Total Revenue	32,036.69	40,990.08	82,372.88	
Profit Before Tax	(10,036.95)	6,299.14	9,698.31	
Profit After Tax and Minority Interest	(9,578.70)	4,054.22	6,399.00	
Basic / Diluted EPS	(16.06)	8.80	10.73	

- Previous year/quarter figures have been regrouped wherever required.

Place : Pune

Date: November 14, 2013

BY ORDER OF THE BOARD OF DIRECTORS
FOR INNOVENTIVE INDUSTRIES LTD

Chandu Chavan
CHANDU CHAVAN
Chairman cum Managing Director

