KARMA
ENERGY LTD.
(Corporate Identity Number: L31101MH2007PLC168823)

KEL/SEC/SKC/8/2015

12th August, 2015

NATIONAL STOCK EXCHANGE OF INDIA LTD
Exchange Plaza,
Plot NoC/1, G Block
Bandra-Kurla Complex
Bandra East
Mumbai – 400 051

SECURITY CODE. KARMAENG

Sub : **UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2015**
&
LIMITED REVIEW REPORT OF THE AUDITORS OF THE COMPANY IN RESPECT OF QUARTER ENDED 30th JUNE 2015.

Dear Sir,

Enclosed find herewith the Un-audited Financial Results in respect of the quarter ended 30th June, 2015 along with the Limited Review Report of the Auditors of the Company which has been adopted by the Board of Directors at their meeting held on August 12, 2015.

Kindly take the above on record and acknowledge the receipt.

Thanking you,

For **KARMA ENERGY LIMITED**

T V Subramanian
CFO & Company Secretary

Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400 001.
Tel Nos. 2207 1501(6 Lines), Fax : 2207 1514, Email: karmaeng@vsnl.net

U.B.SURA & CO

CHARTERED ACCOUNTANTS
14, KRISHNA KUNJ, 144/45, M. G. ROAD
GHATKOPAR (EAST), MUMBAI-400 077
Tel. 21022735, 21022095 email: caubsura@gmail.com

Auditor's Report on Quarterly financial results of Karma Energy Limited pursuant to Clause 41 of the Listing Agreement

1. We have reviewed the quarterly financial results of **Karma Energy Limited** for the quarter ended **June 30, 2015**, attached herewith, being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreement, *except* for the disclosure 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. These quarterly financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management Our responsibility is to express an opinion on these financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards, specified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules 2014 and other accounting principles generally accepted in India.

2. We conducted our audit in accordance with the standard generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement(s). An audit includes examining, on test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. Attention is invited to the note no 2, to the accompanying quarterly financial results the company has continued to feed the wind power generated from its 18MW wind farm at Maharashtra into the grid of the state utility and recorded the revenue from such generation at a low preferential tariff of Rs.2.52 per unit aggregating to *Rs.212.56Lac*. In the event of non acceptance of liability by MSEDCL the loss would be higher by the similar amount.

4. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results:

   i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regards; and

   ii) give a true and fair view of the net loss and other financial information for the quarter ended 30th June, 2015.

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U.B. SURA & CO. M.NO.-32026 CHARTERED ACCOUNTANTS

5 Further we also report that we have on the basis of books of accounts and other relevant records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholding in respect of aggregate amount of public shareholding, as furnished by the Company in terms of clause 35 of the Listing agreement with Stock Exchanges in particulars relating to the investor complaints disclosed in Part II – Select information for the quarter ended 30/6/2015 from the details furnished by the Registrar.

FOR U. B. SURA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 110620 W

U. B. SURA
PROPRIETOR
Mumbai: Dated: 12/08/2015

U. B. SURA & CO. M.NO.-32026 CHARTERED ACCOUNTANTS

Karma Energy Limited

(Corporate Identity Number - L3110MH2007PLC168823)

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

Unaudited Financial Results for the Quarter Ended 30.06.2015

PART I — **Rs. in Lakh**

Statement of Standalone / ~~Consolidated~~ Unaudited Results for the Quater Ended 30.06.2015

	Particulars	Quarter Ended 30.06.2015 Unaudited	Quarter Ended 31.03.2015 Audited	Quarter Ended 30.06.2014 Unaudited	Year Ended 31.03.2015 Audited
1	**Income from operations**				
[a]	Net sales / income from operation (Net of excise duty)	296.60	772.12	300.60	1,412.76
[b]	Other operating income	14.43	71.01	17.63	119.73
	Total income from operations [net]	**311.03**	**843.13**	**318.23**	**1,532.49**
2	**Expenses**				
[a]	Cost of materials consumed	-	-	-	-
[b]	Purchase of stock-in-trade	-	-	-	-
[c]	Changes in inventories	-	-	-	-
[d]	Employee benefits expense	79.84	122.93	95.39	387.83
[e]	Depreciation and amortisation expense	124.36	126.45	120.07	490.00
[f]	Operation & Maintenance cost	90.93	117.01	111.05	416.60
[g]	Energy & Other Direct Costs	7.68	9.33	9.76	40.12
[h]	Other expense (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	55.52	56.85	45.00	179.28
	Total expenses	**358.33**	**432.57**	**381.27**	**1,513.83**
3	**Profit / (Loss) from operations before other income, finance costs and exceptional items (1 - 2)**	**(47.30)**	**410.56**	**(63.04)**	**18.66**
4	Other Income	7.82	55.87	55.01	132.72
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)**	**(39.48)**	**466.43**	**(8.03)**	**151.38**
6	Finance Costs	164.74	118.92	183.82	713.38
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)**	**(204.22)**	**347.51**	**(191.85)**	**(562.00)**
8	Exceptional Items	-	(240.90)	-	(139.30)
9	**Profit / (Loss) from ordinary activities before tax (7 + 8)**	**(204.22)**	**106.61**	**(191.85)**	**(422.70)**
10	Tax Expense	(46.90)	39.84	(30.34)	(109.67)
11	**Net Profit / (Loss) from ordinary activities after tax (9 - 10)**	**(157.32)**	**66.77**	**(161.51)**	**(313.03)**
12	**Extra ordinary items (net of tax expense Rs _____)**	-	-	-	-
13	**Net Profit / (Loss) for the year (11 - 12)**	**(157.32)**	**66.77**	**(161.51)**	**(313.03)**
14	Share of profit / (loss) of associates	-	-	-	-
15	Minority interest	-	-	-	-
16	**Net Profit / (Loss) after taxes, minority interest and share of Profit / (Loss) of associates (13 + 14 + 15)**	**(157.32)**	**66.77**	**(161.51)**	**(313.03)**
17	Paid up Equity Share Capital (Rs 10/- Per Share)	1,156.99	1,156.99	1,156.99	1,156.99
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				3,152.68
19 i	Earning per Share (before extraordinary itmes) (of Rs 10/- each) (not annualised)				
(a)	Basic	(1.36)	0.58	(1.40)	(2.71)
(b)	Diluted	(1.36)	0.58	(1.40)	(2.71)
9 ii	Earning per Share (after extraordinary itmes) (of Rs 10/- each) (not annualised)				
(a)	Basic	(1.36)	0.58	(1.40)	(2.71)
(b)	Diluted	(1.36)	0.58	(1.40)	(2.71)
	See accompanying note to the financial results				

U. B. SURA & CO. CHARTERED ACCOUNTANTS M No. 52824

KARMA ENERGY LTD. MUMBAI

Karma Energy Limited

(Corporate Identity Number - L3110MH2007PLC168823)

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

Unaudited Financial Results for the Quarter Ended 30.06.2015

PART II

Select Information for the Quarter Ended 30.06.2015

	Particulars	Quarter Ended 30.06.2015 Unaudited	Quarter Ended 31.03.2015 Audited	Quarter Ended 30.06.2014 Unaudited	Year Ended 31.03.2015 Audited
A	**PARTICULARS OF SHAREHOLDING**				
1	Public Shareholding				
	- No of Shares	2936916	2936916	2936916	2936916
	- Percentage of Holdings	25.38	25.38	25.38	25.38
2	Promoters and Promoter Group Shareholding **				
	(a) Pledged / Encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	- Percentage of Shares (as of % of the total shareholding of promoter & promoter group)	N.A.	N.A.	N.A.	N.A.
	- Percentage of Shares (as of % of the total share capital of of the company)	N.A.	N.A.	N.A.	N.A.
	(b) Non-encumbered				
	- Number of Shares	8633002	8633002	8633002	8633002
	- Percentage of Shares (as of % of the total shareholding of promoter & promoter group)	100.00	100.00	100.00	100.00
	- Percentage of Shares (as of % of the total share capital of the company)	74.62	74.62	74.62	74.62

	Particulars	3 months ended 30.06.2015
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	1
	Disposed of during the quarter	1
	Remaining unresolved at the end of the quarter	Nil

NOTES :

1 The above results have been taken on record at the meeting of the Board of Directors held on 12.08.2015

2 The company for FY 2015-16 in respect of its 18 MW wind farm in the state of Maharashtra, as in past years had applied for open access approval to the state utility for sale of power to third parties. However the said approval has not been received in view of new Distribution Open Access Regulations, 2014 issued on 25.06.2014 having number of restrictions in availing non-discriminatory open access mandated as per Electricity Act, 2003 and the said regulation is under challenge before Hon'ble High Court of Bombay in number of writ petitions filed by wind farm developers and their associations.

In view of the above, the company has continued to feed the wind power generated into the grid of the state utility and has on a conservative basis recorded the revenue from generation at the preferential tariff of Rs.2.52 per unit.

3 As the Company has only one reportable segment, segment reporting as per Accounting Standard is not applicable.

4 Previous years' / periods' figures have been regrouped and / or reclassified wherever necessary to correspond with current years' / periods' classification / disclosure.

For KARMA ENERGY LIMITED

KARMA ENERGY LTD. MUMBAI

U. B. SURA & CO. M.NO.-32026 CHARTERED ACCOUNTANTS

Ganesh N Kamath
Managing Director
DIN - 00040805
Place : Mumbai, Date : 12.08.2015