Krebs Biochemicals & Industries Limited

8-2-277/A, Plot No. 130, 4A, 4th Floor Inwinex Towers, Road No. 2, Banjara Hills, Hyderabad-500 034

KREBS BIOCHEMICALS & INDUSTRIES LTD.,
8-2-577/B, 3rd Floor, Maas Heights
Road No. 8, Banjara Hills,
HYDERABAD-500 034, A.P. India.
Tel: 040-66037777

To,

Date: 13.02.2014

National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1, G Block,
Bandra-Kurla Complex, Bandra (E)
Mumbai - 400 051

Dear Sir/ Madam,

Sub: Outcome of board meeting held on 13.02.2014

With reference to the subject cited, this is to inform the Exchange that at the Board meeting of M/s Krebs Biochemicals & Industries Limited held on 13.02.2014 at the registered office of the Company the following were duly considered by the Board:

1. Unaudited financial results for the quarter ended 31.12.2013. Attached
2. Limited Review Report for the quarter ended 31.12.2013. Attached
3. To take note of the Withdrawal of Nomination of Ms. Dayachandrahas, EXIM Bank-Nominee Director.
4. Postal Ballot Notice and appointment of Scrutinizer to conduct the postal ballot process.

This is for the information and records of the Exchange, please.

Thanking you.

Yours faithfully,
For Krebs Biochemicals & Industries Limited

Avinash Ravi
Director & COO

Encl: as above

Tel. : 0091-(0) 40 44707777, 44707766 Fax : 0091-(0) 40 44707755
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KREBS BIOCHEMICALS & INDUSTRIES LTD

UN AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2013 (Provisional)

(Rs. In lacs)

		Quarter Ended			Half Year Ended		15 Months Ended
		31.12.2013 (Unaudited)	30.09.2013 (Unaudited)	31.12.2012 (Unaudited)	31.12.2013 (Unaudited)	31.12.2012 (Unaudited)	30.06.2013 (Audited)
	PART - I						
1	**Income from Operations**						
	a) Net Sales / Income from Operations (Net of Excise Duty)	-	-	368.93	-	702.57	1,144.90
	b) Other Operating Income	-	-	157.28	-	325.26	597.77
	Total Income from operations (net)	-	-	526.21	-	1,027.83	1,742.67
2	**Expenses**						
	a. Cost of Material Consumed	-	1.12	174.16	1.12	295.26	598.97
	b. Changes in inventories of finished goods, work-in-progress and stock -in-trade	-	-	280.65	-	311.54	(59.58)
	c. Employee benefits expense	118.12	115.44	177.30	233.56	356.49	908.14
	d. Depreciation and Amortisation expense	-	-	244.34	-	488.65	827.64
	e. Other Expenses	91.74	66.78	235.44	158.52	414.63	1,015.27
	Total Expenses	209.86	183.34	1,111.89	393.20	1,866.57	3,290.44
3	**Profit / (Loss) from Operations before other income, finanace costs and exceptional items (1 - 2)**	(209.86)	(183.34)	(585.68)	(393.20)	(838.74)	(1,547.77)
4	**Other Income**	-	0.32	(0.02)	0.32	1.71	16.40
5	**Profit / (Loss) from ordinary activities before finance costs (3 ± 4)**	(209.86)	(183.02)	(585.70)	(392.88)	(837.03)	(1,531.37)
6	**Finance Costs**	0.21	7.40	220.75	7.61	444.33	62.92
7	**Profit / (Loss) from Ordinary Activities before tax (5 ± 6)**	(210.07)	(190.41)	(806.45)	(400.48)	(1,281.36)	(1,594.29)
8	**Tax Expense**	-	-	-	-	-	(74.02)
9	**Net Profit / (Loss) for the period (7 ± 8)**	(210.07)	(190.41)	(806.45)	(400.48)	(1,281.36)	(1,520.27)
10	Paid-up Equity Share Capital (Face Value Rs. 10/- each)	951.43	951.43	951.43	951.43	951.43	951.43
11	Earning Per Share ((not annualised for the quarter)						
	(a) Basic	(2.21)	(2.00)	(8.48)	(4.21)	(13.47)	(15.98)
	(b) Diluted	(2.21)	(2.00)	(8.48)	(4.21)	(13.47)	(15.98)
	PART - 2						
A	**PARTICULARS OF SHAREHOLDING**						
1	**Public Share Holding**						
	- Number of Shares	47,66,146	47,66,146	47,66,246	47,66,146	47,66,246	47,66,146
	- Percentage of Shareholding	50.10%	50.10%	50.10%	50.10%	50.10%	50.10%
2	**Promoter and Promoter Group Shareholding**						
	a) Pledged / Encumbered						
	- Number of Shares	22,00,000	22,00,000	22,00,000	22,00,000	22,00,000	22,00,000
	- Percentage of Shareholding (as a % of the total shareholding of promoter and promoter group)	46.33%	46.33%	46.33%	46.33%	46.33%	46.33%
	- Percentage of Shares (as a % of total share capital of the Company)	23.12%	23.12%	23.12%	23.12%	23.12%	23.12%
	b) Non - Pledged / Encumbered						
	- Number of Shares	25,48,140	25,48,140	25,48,040	25,48,140	25,48,040	25,48,140
	- Percentage of Shares (as a % of total shareholding of promoter and promoters group)	53.67%	53.67%	53.67%	53.67%	53.67%	53.67%
	- Percentage of Shares (as a % of total share capital of the Company)	26.78%	26.78%	26.78%	26.78%	26.78%	26.78%

	PARTICULARS	
B	**INVESTOR COMPLAINTS**	
1	PENDING AT THE BEGINNING OF THE QUARTER	NIL
2	RECEIVED DURING THE QUARTER	NIL
3	DISPOSED OFF DURING THE QUARTER	NIL
4	REMAINING UNRESOLVED AT THE END OF THE QUARTER	NIL

1. The above results have been reviewed by the Audit Committee at its meeting held on 13th February, 2014 and approved by the Board of Directors of the Company at its meeting held on 13th February, 2014
2. Since the banks have with drawn from CDR package and sent the notices under SARFASEI Act, the company has continued not providing interest on Term Loans and Working Capital Loans for the quarter amounting to Rs. 278.75 lacs. The Total Interest not provided in the books as on 31st December, 13 is Rs.1,710.18 lacs. The company has also not provided depreciation for the quarter amounting to Rs. 230.48 lacs since the assets are not put to use due to closure of the units. The total depreciation not provided in the books as on 31st December, 13 is Rs.642.23 lacs.
3. Non provisioning of Interest and depreciation have decreased the losses by Rs.509.23 lacs in the current quarter and accumulated loss by Rs.2,352.41 lacs till date.
4. Both the units of the company are not functioning due to Lockout of Unit I and Layoff at Unit II.
5. All the investor complaints received during the quarter were resolved. There were no investor complaints pending at the beginning & end of the quarter.
6. The Company is operating in one segment only hence no segment wise results have been disclosed.
7. Figures have been regrouped wherever necessary.

Place : Hyderabad
Date : 13.02.2014

Avinash Ravi
Director & COO

STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31st DECEMBER' 2013

Rs in Lakhs

Statement of Assets and Liabilities	As at 31.12.2013 Un Audited	As at 30.06.2013 Audited
I. **EQUITY AND LIABILITIES**		
(1) **Shareholder's funds:**		
(a) Share capital	951.43	951.43
(b) Reserves and surplus	(557.11)	(156.63)
Sub Total - Share holders Funds	394.32	794.80
(2) **Non-current liabilities**		
(a) Long-term borrowings	834.84	5,704.58
(b) Long-term provisions	199.52	199.52
Sub Total - Non Current Liabilities	1,034.36	5,904.10
(4) **Current liabilities**		
(a) Short-term borrowings	1,872.99	1,872.99
(b) Trade payables	1,978.33	1,974.87
(c) Other current liabilities	8,488.06	3,192.06
(d) Short-term provisions	23.57	23.57
Sub Total - Current Liabilities	12,362.95	7,063.49
TOTAL - EQUITY AND LIABILITIES	**13,791.63**	**13,762.39**
II. **ASSETS**		
(1) **Non-current assets**		
(a) Fixed assets		
(i) Tangible assets	5,064.64	5,063.20
(ii) Intangible assets under development	712.61	712.61
(b) Deferred Tax asset (Net)	171.29	171.29
(c) Long-term loans and advances	1,815.68	1,813.13
(d) Other Non-current assets	2,159.65	2,159.65
Sub Total - Non Current Assets	9,923.87	9,919.88
(2) **Current assets**		
(a) Inventories	3,082.44	3,082.44
(b) Trade receivables	60.16	91.77
(c) Cash and cash equivalents	32.40	32.85
(d) Short-term loans and advances	691.00	633.69
(e) Other current assets	1.76	1.76
Sub Total - Current Assets	3,867.76	3,842.51
TOTAL - ASSETS	**13,791.63**	**13,762.39**

Avinash Ravi
Director & COO

Place : Hyderabad
Date : 13.02.2014

PAVULURI & Co.
CHARTERED ACCOUNTANTS
105, 1st Block, 1st Floor, Divya Shakti Complex,
Ameerpet, Hyderabad - 500 016.
Ph : 040 - 2373 1837, 4025 8691
Fax : 040 - 2374 8729
Email : pavuluriandco@gmail.com
pavuluriandco@hotmail.com

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of M/s. **KREBS BIOCHEMICALS & INDUSTRIES LIMITED** for the period ended on **31st December, 2013** 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 / committee of 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) 2400, *Engagements to Review Financial Statements* 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 provides less assurance than an audit. We have not performed an audit and 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 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 PAVULURI & Co.
Chartered Accountants
Firm Regn. No: 012194S

(CA. N. RAJESH)
PARTNER
M.No: 223169

Place: Hyderabad
Date : 13.02.2014