

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
MANALI PETROCHEMICALS LTD**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Manali Petrochemicals Limited** ("the Company") for the Quarter ended 30 June 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. 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 the Statement based on our review.
2. We conducted our review of the Statement 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 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. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per 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, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter Ended 30 June 2014 of the Statement, from the details furnished by the Management/Registrar respectively.

For **DELOITTE HASKINS & SELLS**,
Chartered Accountants
(Firm's Registration No. 008072S)



Bhavani Balasubramanian
Partner
(Membership No.22156)

CHENNAI, August 13, 2014



Manali Petrochemicals Limited

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032

Principal Office: Ponneri High Road, Manali, Chennai - 600 068

Website: www.manalipetro.com

Corporate Identity Number : L24294TN1986PLC013087

Statement of Standalone Unaudited Financial Results for the Quarter ended 30.06.2014

Sl. #	Particulars	[Rs. in Lakhs]			
		Unaudited	Audited (Refer Note 3 Below)	Unaudited	Audited
		3 months ended 30/06/2014	Preceding 3 months ended 31/03/2014	Corresponding 3 months ended in the Previous Year 30/06/2013	Year ended 31/03/2014
1	Income from Operations				
	a) Net Sales / Income from Operations (Net of excise duty)	16,245.07	14,297.62	11,609.01	55,382.08
	b) Other Operating Income	15.24	21.02	12.28	61.67
	Total Income from Operations (Net)	16,260.31	14,318.64	11,621.29	55,443.75
2	Expenses				
	a) Cost of materials consumed	11,247.51	9,707.32	7,375.46	36,471.14
	b) Purchase of Stock-in-Trade (Traded Goods)	510.17	563.83	469.47	2,183.82
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(263.31)	213.35	(25.54)	(433.21)
	d) Employee benefits expense	465.23	415.32	451.78	1,797.83
	e) Power and Fuel	1,972.73	1,413.94	1,695.02	6,963.76
	f) Depreciation and amortisation expense	140.23	168.10	159.86	656.26
	g) Other expenses	998.13	353.61	978.26	3,768.71
	Total Expenses	15,070.69	12,835.47	11,104.31	51,408.31
3	Profit from operations before other income, finance costs & exceptional items (1 - 2)	1,189.62	1,483.17	516.98	4,035.44
4	Other Income	210.56	131.54	125.20	629.79
5	Profit from ordinary activities before finance costs and exceptional items (3 + 4)	1,400.18	1,614.71	642.18	4,665.23



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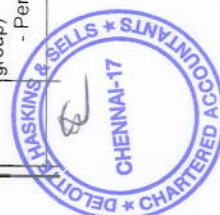
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6	Finance costs	38.74	30.80	60.06	189.53
7	Profit from ordinary activities before tax (5 - 6)				
8	Net Tax Expense	1,361.44	1,583.91	582.12	4,475.70
9	Net Profit after taxes (7 - 8)	675.63	885.32	132.11	1,570.68
10	(Face value of Rs.5/- each)	685.81	698.59	450.01	2,905.02
11	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting Year	8,603.47	8,603.47	8,603.47	8,603.47
12	Earnings per Share (EPS) of Rs.5/- each (a) Basic and (b) Diluted (not annualised)	0.40	0.41	0.26	1.69

PART II Select Information for the Quarter ended 30.06.2014

Sl. #	Particulars	30/06/2014	31/03/2014	30/06/2013	31/03/2014
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding:				
	- Number of Shares	9,49,17,028	9,49,18,426	9,49,18,126	9,49,18,426
	- Percentage of Shareholding	55.18%	55.19%	55.19%	55.19%
2	Promoters and promoter group shareholding				
	a) Pledged / Encumbered				
	- Number of shares	-	-	44,25,000	-
	- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	-	-	5.74%	-
	b) Non-Encumbered				
	- Number of shares	-	-	2,75%	-
	- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	-	-	7,70,80,803	7,70,80,803
	- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100.00%	100.00%	94.26%	100.00%
	- Percentage of (as a % of the total share capital of the company)	44.82%	44.81%	42.24%	44.81%



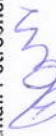
	Particulars	3 months ended 30/06/2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	5
	Disposed of during the quarter	5
	Remaining unresolved at the end of the quarter	NIL

Notes:

- 1) The above results were reviewed by the Audit Committee and approved at the Meeting of the Board of Directors held on August 13, 2014 and have been subjected to limited review by the Statutory Auditors of the Company.
- 2) Figures for the quarter ended March 31, 2014, are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2014 and the published year-to-date figures upto the third quarter ended December 31, 2013.
- 3) The Company operates only in one business segment, viz., Petrochemicals.
- 4) Previous period figures have been regrouped / reclassified, wherever necessary.
- 5) Tax expense include Rs.247 lacs provided in respect of earlier year assessment on matters disputed by the Company and in appeal, against which the stay petition filed by the Company was rejected and payment demanded by the Tax department.
- 6) The Company has revised the estimated useful life of all its tangible fixed assets with effect from April 1, 2014 pursuant to the adoption of the useful life of such assets specified in Schedule II to the Companies Act, 2013 and the Company has also applied the transition provisions stated in Schedule II.
Consequently,
 - the depreciation charge for the quarter is lower by Rs. 24 lacs and
 - Rs. 25 Lacs (Rs. 38 Lacs net of tax) has been reduced from the opening balance of retained earnings pursuant to applying the transition provision in Schedule II. The tax amount of Rs. 13 lacs has been adjusted from Deferred tax liabilities.

Place: Chennai
Date : August 13 2014

For Manali Petrochemicals Limited


Muthukrishnan Ravi
Managing Director

