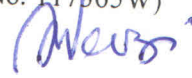


INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF NRB INDUSTRIAL BEARINGS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **NRB INDUSTRIAL BEARINGS LIMITED** ("the Company") for the Three and Nine Months ended September 30, 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 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 stated 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 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 Three and Nine Months Ended September 30, 2014 of the Statement, from the details furnished by the Registrar.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117365W)


U. M. Neogi
Partner
(Membership No. 30235)

MUMBAI, November 5, 2014

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PART I Statement of Standalone Unaudited Financials Results for the Three and Nine Months ended September 30, 2014							Rs. in Lacs
Particulars (Refer Notes below)	3 Months Ended	3 Months Ended	3 Months Ended	9 Months Ended	12 Months Ended	Previous Financial Year	
	30.09.14	30.06.14	30.09.13	30.09.14	30.09.13	01.10.12 to 31.12.13	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1 Income from operations	736.87	648.25	745.67	2,128.30	2,123.63	2,897.21	
(a) Net sales/income from operations (Net of excise duty)	15.81	12.89	13.30	59.07	62.38	104.66	
(b) Other operating income	752.68	661.14	758.97	2,187.37	2,186.01	3,001.87	
Total income from operations (net)							
2 Expenses	211.41	177.71	461.90	579.12	1,254.37	1,536.49	
(a) Cost of materials consumed	48.38	30.27	-	104.92	-	-	
(b) Purchase of stock-in-trade	33.07	46.09	140.41	110.23	319.48	354.92	
(c) Consumption of stores and spares	127.61	95.21	(414.53)	313.73	(765.82)	(541.40)	
(d) Changes in inventories of finished goods and work-in-progress	260.05	243.77	229.50	767.97	800.43	1,023.70	
(e) Employee benefits expense (Refer Note 5)	169.23	168.63	159.00	501.60	475.67	693.47	
(f) Depreciation and amortisation expense	302.22	214.50	612.20	747.54	1,506.38	2,015.57	
(g) Other expenses	1,151.97	976.18	1,188.48	3,125.11	3,590.51	5,082.75	
Total expenses	(399.29)	(315.04)	(429.51)	(937.74)	(1,404.50)	(2,080.88)	
3 Loss from operations before other income, finance costs and exceptional items (1-2)	48.30	19.20	33.90	86.70	133.78	153.10	
4 Other income	(350.99)	(295.84)	(395.61)	(851.04)	(1,270.72)	(1,927.78)	
5 Loss from ordinary activities before finance costs and exceptional items (3+4)	234.23	198.96	249.78	647.39	593.37	688.09	
6 Finance costs	(585.22)	(494.80)	(645.39)	(1,498.43)	(1,864.09)	(2,615.87)	
7 Loss from ordinary activities after finance costs but before exceptional items (5-6)	-	-	241.31	453.44	192.85	192.85	
8 Exceptional items (Refer Note 4)	(585.22)	(494.80)	(404.08)	(1,044.99)	(1,671.24)	(2,423.02)	
9 Loss from ordinary activities before tax (7+8)	-	-	*(303.43)	-	(106.12)	(106.12)	
10 Tax expense - Deferred tax (credit) / charge	(585.22)	(494.80)	(100.65)	(1,044.99)	(1,565.12)	(2,316.90)	
11 Net Loss from ordinary activities after tax (9-10)	-	-	-	-	-	-	
12 Extraordinary items (net of tax expense Rs. Nil)	(585.22)	(494.80)	(100.65)	(1,044.99)	(1,565.12)	(2,316.90)	
13 Net Loss for the period (11-12)	484.61	484.61	484.61	484.61	484.61	484.61	
14 Paid-up equity share capital (Face value of the share Rs. 2 each)						3,381.56	
15 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year							
16.i Earnings per share (before extraordinary items) of Rs. 2 each:(not annualised):	(2.42)	(2.04)	(0.42)	(4.31)	(6.46)	(9.56)	
Basic and Diluted (In Rs.)							
16.ii Earnings per share (after extraordinary items) (not annualised):	(2.42)	(2.04)	(0.42)	(4.31)	(6.46)	(9.56)	
Basic and Diluted (In Rs.)							

PART II
Select information for the Three and Nine Months ended September 30, 2014

Particulars	3 Months Ended	3 Months Ended	3 Months Ended	9 Months Ended	12 Months Ended	Previous Financial Year
	30.09.14	30.06.14	30.09.13	30.09.14	30.09.13	01.10.12 to 31.12.13
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A PARTICULARS OF SHAREHOLDING						
1 Public shareholding	6629362	6629362	6667679	6629362	6687679	6682629
- Number of shares	27.36	27.36	27.60	27.36	27.60	27.58
- Percentage of shareholding						
2 Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of shares						
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA	NA	NA
- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA	NA
b) Non - encumbered	17601288	17601288	17542971	17601288	17542971	17548021
- Number of shares						
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	72.64	72.64	72.40	72.64	72.40	72.42

Particulars	3 Months Ended 30.09.14
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	-
Received during the quarter	-
Disposed of during the quarter	-
Remaining unresolved at the end of the quarter	-

* Represents adjustment relating to six months ended March 31, 2013.

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Notes:

- 1 The above financial results of the Company for three and nine months ended September 30, 2014 were reviewed by the Audit Committee, approved by the Board of Directors at its meeting held on November 05, 2014 and have been subjected to a "Limited Review" by the Statutory Auditors.
- 2 The Operations of the company fall within a single primary segment viz. Industrial bearings.
- 3 The Scheme of Arrangement for the demerger of Industrial Bearings Undertaking of NRB Bearings Limited (NRB) and vesting in the Company from the appointed date i.e. October 1, 2012 (the Scheme) was approved by the Hon'ble High Court of Bombay vide its Order dated August 24, 2012 and the Scheme became effective on October 1, 2012 after filing of the certified true copy of the said Order with the Registrar of Companies (ROC).

The equity shares of the Company (allotted in consideration of transfer and vesting of the Industrial Bearings Undertaking) were listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE) on April 9, 2013.

- 4 Exceptional items comprise of the following:

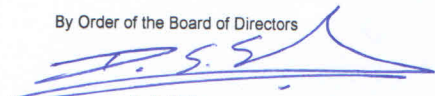
Particulars	3 Months Ended	9 Months Ended	12 Months Ended	Previous Financial
	30.09.13	30.09.14	30.09.13	01.10.12 to 31.12.13
(i) Expenses relating to transfer and vesting of Industrial Bearings Undertaking.		-	(48.46)	(48.46)
(ii) Profit on sale of current Investment in joint venture Company Schneeberger India Private Limited.	241.31	-	241.31	241.31
(iii) Profit on assignment of leasehold rights in the plot of land at Aurangabad with building structure thereon.		268.44		
(iv) Profit on grant of exclusive rights to use part of the 3rd floor of building Dhannur at Mumbai.		185.00		
Total	241.31	453.44	192.85	192.85

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Particulars	3 Months Ended	3 Months Ended	3 Months Ended	9 Months Ended	12 Months Ended	Previous Financial Year
	30.09.14	30.06.14	30.09.13	30.09.14	30.09.13	01.10.12 to 31.12.13
Employee benefits expense includes remuneration paid to the Managing Director which is subject to approval by the the Central Government .	16.25	17.27	5.79	39.52	23.84	28.61
Pursuant to the application made by the Company for approval of the remuneration for the period 1 October 2012 to 30 September 2017, the Central Government has during the quarter partially approved remuneration for the period 1 October 2012 to 31 March 2014. The Company has submitted an application to the Central Government for obtaining clarification / approval for the balance amount of remuneration relating to the aforesaid period. The Company is in the process of making a revised application to the Central Government for the approval of remuneration for the period 1 April 2014 to 30 September 2017. In terms of Clause 12.1 of the Scheme referred to in Note 3 above, the terms and conditions of the employment of all the employees transferred from NRB shall not be less favorable than those applicable to them with reference to NRB in relation to Industrial Bearing Undertaking on the effective date. Since the remuneration paid to the Managing Director is the same as that was paid to him by NRB as Executive Director, the Company is confident of getting approval from the Central Government for the remuneration paid. Pending such clarification / approval, the Managing Director holds the remuneration paid in trust for the company.						

- 6 Figures for the previous periods / financial year have been regrouped / restated where necessary to conform to the current period's classification.

By Order of the Board of Directors


D. S. Sahney
Managing Director

Place : Mumbai
Date : November 05, 2014

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