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**INDEPENDENT AUDITORS' 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 Quarter and Nine Months ended 30/06/2013 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges , except for the disclosures in Part II - Select Information referred to in paragraph 5 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 referred to in Section 211 (3C) of the Companies Act, 1956 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 the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw attention to Note 1 of the Statement wherein a limited review has been carried out by us only on the results for the Nine Months ended 30/06/2013. No review has been carried out for the quarter ended 30/06/2013 as information in this respect was not adequately available.

   Our opinion is not qualified in respect of this matter

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5. 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 and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Nine Months Ended 30/06/2013 of the Statement, from the details furnished by the Management.

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

A.C. Khanna
Partner
(Membership No. 17814)

Mumbai, 12/08/2013

NRB Industrial Bearings Limited.

Rs. in Lacs

PART I

Statement of Standalone Unaudited Results for the Quarter and Nine Months Ended 30th June, 2013

	Particulars (Refer Notes below)	3 Months Ended 30.06.13 Unaudited	9 Months Ended 30.06.13 Unaudited	Previous Year Ended 30.09.12 Audited
1	Income from operations			
	(a) Net sales/income from operations (Net of excise duty)	555.48	1377.96	-
	(b) Other operating income	2.89	6.49	-
	Total income from operations (net)	558.37	1384.45	-
2	Expenses			
	(a) Cost of materials consumed	295.12	792.47	-
	(b) Consumption of stores and spares	44.55	179.07	-
	(c) Changes in inventories of finished goods and work-in-progress	(115.45)	(325.43)	-
	(d) Employee benefits expense	199.81	570.93	-
	(e) Net loss on foreign currency transactions and translations	5.02	64.20	-
	(f) Depreciation and amortisation expense	105.56	316.67	-
	(g) Other expenses	185.33	567.61	0.27
	Total expenses	719.94	2165.52	0.27
3	Loss from operations before other income, finance costs and exceptional items (1-2)	(161.57)	(781.07)	(0.27)
4	Other income	61.36	96.96	-
5	Loss from ordinary activities before finance costs and exceptional items (3 + 4)	(100.21)	(684.11)	(0.27)
6	Finance costs	199.12	534.59	-
7	Loss from ordinary activities after finance costs but before exceptional items (5 - 6)	(299.33)	(1218.70)	(0.27)
8	Exceptional items (Demerger Expenses - Refer note 3)	-	48.46	-
9	Loss from ordinary activities before tax (7 - 8)	(299.33)	(1267.16)	(0.27)
10	Tax expense (Deferred Tax)	(34.85)	197.31	-
11	Net Loss from ordinary activities after tax (9 - 10)	(264.48)	(1464.47)	(0.27)
12	Extraordinary items (net of tax expense Rs. Nil)	-	-	-
13	Net Loss for the period (11 - 12)	(264.48)	(1464.47)	(0.27)
14	Paid-up equity share capital (Face value of the share Rs. 2 each)	484.61	484.61	5.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year			(1.70)
16.i	Earnings per share (before extraordinary items) (not annualised):			
	Basic (in.Rs.) / Diluted (in.Rs.)	(1.09)	(6.04)	(0.54)
16.ii	Earnings per share (after extraordinary items) (not annualised):			
	Basic (in.Rs.) / Diluted (in.Rs.)	(1.09)	(6.04)	(0.54)

PART II

Select information for the Quarter and Nine Months Ended 30th June, 2013

	Particulars	3 Months Ended 30.06.13 Unaudited	9 Months Ended 30.06.13 Unaudited	Previous Year Ended 30.09.12 Audited
A	PARTICULARS OF SHAREHOLDING			
1	Public shareholding			
	- Number of shares	6,688,679	6,688,679	-
	- Percentage of shareholding	27.60	27.60	-
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)	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-
	b) Non - encumbered			
	- Number of shares	17,541,971	17,541,971	50,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	72.40	72.40	100.00

	Particulars	3 Months Ended 30.06.13
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	

NRB INDUSTRIAL BEARINGS LTD. Mumbai

Standalone Statement of Assets and Liabilities as on 30 June 2013 — Rs. in Lacs

Particulars	As at 30.06.2013	As at (Previous year end) 30.09.2012
A. EQUITY AND LIABILITIES		
(1) Shareholders' Funds		
(a) Share Capital	484.61	5.00
(b) Reserves and Surplus	4233.99	(1.70)
Sub-total - Shareholders' funds	**4718.60**	**3.30**
(2) Non-Current Liabilities		
(a) Long term borrowings	5757.66	-
(b) Deferred tax liabilities (Net)	303.43	-
Sub-total - Non-current liabilities	**6061.09**	**-**
(3) Current Liabilities		
(a) Short term borrowings	3335.76	-
(b) Trade payables	1496.39	-
(c) Other current liabilities	3088.89	3.29
(d) Short-term provisions	80.05	-
Sub-total - Current liabilities	**8001.09**	**3.29**
TOTAL - EQUITY AND LIABILITIES	18780.78	6.59
B. ASSETS		
(1) Non-current assets		
(a) Fixed assets	11148.25	5.87
(b) Non-current investments	5.00	-
(c) Long term loans and advances	1541.39	-
Sub-total - Non-current assets	**12694.64**	**5.87**
(2) Current assets		
(a) Current investments	11.25	-
(b) Inventories	2113.19	-
(c) Trade receivables	582.68	-
(d) Cash and Cash Equivalents	9.51	0.72
(e) Short-term loans and advances	3369.51	-
Sub-total - Current assets	**6086.14**	**0.72**
TOTAL - ASSETS	18780.78	6.59

Notes:

1 The above results have been reviewed by the Audit Committee at their meeting held on 12 August 2013 and were approved at the meeting of the Board of Directors held on the same day. A Limited Review has been carried out by the statutory auditors of the Company only on the results for 9 months ended 30 June 2013.

2 The Operations of the company falls 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) into the Company was approved by the Hon'ble high court vide its order dated 24 August 2012 on getting requisite approvals and completion of necessary formalities. The effective and appointed date of demerger is 1 October 2012.

Pursuant to the Scheme , "Industrial Bearings Undertaking " of NRB demerged and transferred to the Company and in consideration thereof the Company has issued and allotted to the shareholders of the NRB, 24,230,650 number of fully paid up equity shares of face value Rs. 2 /- each as on record date 31 October 2012.
All the assets and liabilities relating to industrial bearings business of NRB on the appointed date have been transferred to the Company on a going concern basis. The excess of assets over liabilities relating to industrial bearings business of NRB over the amount credited as share capital after adjusting the cancellation of the existing share capital of the Company held by NRB as on 1 October 2012 being the appointed and effective date, have been credited to Capital Reserve in terms of the scheme amounting to Rs. 5700.16 lacs.

4 The Equity Shares of the Company were listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE) on 9 April 2013. As the Equity Shares were listed on 9 April 2013 the comparable figures for the Preceeding Quarter Ended 31 March 2013, Corresponding Quarter Ended 30 June 2012 and Nine Months Ended 30 June 2012 have not been presented.

5 The Company has received approval from ROC vide its letter dated 17 May 2013 for extension of financial year till 31 March 2014. Thus the Current financial year of the Company is from 1 October 2012 to 31 March 2014 i.e. 18 Months.

6 The Company has applied to the ROC vide its application dated 31 May 2013 for extension of holding AGM on or before 30 September 2014 and such approval is pending receipt.

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

By Order of the Board of Directors

INDUSTRIAL BEARINGS LTD. Mumbai

D.S. Sahney
Managing Director

Place : Mumbai
Date : 12/08/2013