Deloitte Haskins & Sells

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INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF ORIENT REFRACTORIES LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ORIENT REFRACTORIES LIMITED** ("the Company") for the Quarter and nine month ended 31 December, 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 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 continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated 13 September, 2013 of the Ministry of Corporate Affairs) 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. 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 month ended 31 December, 2013 of the Statement, from the details furnished by the Registrars.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm Registration No. 015125N)

Alka Chadha

Alka Chadha
Partner
(Membership No. 93474)

MUMBAI, 28 January, 2014

Deloitte Haskins & Sells Chartered Accountants

ORIENT REFRACTORIES LIMITED

Regd. Office : 1307, Chiranjiv Tower, 43 Nehru Place, New Delhi - 110019

Unaudited Financials Results for the Quarter and Nine month period ended 31 December, 2013

Part I

(Amounts in Rs. Lakhs)

	Particulars	Quarter ended 31 December, (Unaudited)	Quarter ended 30 September, (Unaudited)	Quarter ended 31 December, (Unaudited)	Nine month period ended 31 December, (Unaudited)	Nine month period ended 31 December, (Unaudited)	Year ended 31 March, (Audited)
		2013	2013	2012	2013	2012	2013
1	**Income from operations**						
	(a) Net Sales/Income from operations (Net of excise duty)	10,568.99	9,703.69	8,812.63	29,800.63	27,019.15	35,984.96
	(b) Other operating income	8.71	11.27	28.53	32.92	56.69	72.95
	Total income from operations (net)	**10,577.70**	**9,714.96**	**8,841.16**	**29,833.55**	**27,075.84**	**36,057.91**
2	**Expenses**						
	(a) Cost of materials consumed	4,105.54	4,000.17	3,743.96	11,840.20	11,497.59	15,361.92
	(b) Purchase of stock-in-trade	1,543.97	1,361.60	1,130.87	4,201.45	4,028.10	5,205.30
	(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	(228.95)	(244.45)	(76.69)	(234.71)	(504.22)	(732.75)
	(d) Employee benefits expense	889.66	816.61	678.37	2,491.62	2,005.84	2,660.53
	(e) Depreciation and amortisation expense	97.95	95.23	101.82	282.74	270.82	379.21
	(f) Other expenses	2,118.61	1,812.04	1,752.58	5,636.70	5,099.95	6,857.66
	Total expenses (a to f)	**8,526.78**	**7,841.20**	**7,330.91**	**24,218.00**	**22,398.08**	**29,731.87**
3	**Profit from operations before other income, finance costs and exceptional items (1-2)**	**2,050.92**	**1,873.76**	**1,510.25**	**5,615.55**	**4,677.76**	**6,326.04**
4	Other income	58.47	140.64	65.77	357.20	85.24	131.22
5	**Profit before finance cost and exceptional items (3+4)**	**2,109.39**	**2,014.40**	**1,576.02**	**5,972.75**	**4,763.00**	**6,457.26**
6	Finance costs	0.95	1.74	33.62	3.54	119.70	131.41
7	**Profit after finance costs but before exceptional items (5-6)**	**2,108.44**	**2,012.66**	**1,542.40**	**5,969.21**	**4,643.30**	**6,325.85**
8	Exceptional items (refer note 3 below)	-	-	-	-	181.59	181.59
9	**Profit before tax (7-8)**	**2,108.44**	**2,012.66**	**1,542.40**	**5,969.21**	**4,461.71**	**6,144.26**
10	Tax expense	706.29	676.41	504.66	2,003.81	1,454.73	2,005.24
11	**Net profit after tax (9-10)**	**1,402.15**	**1,336.25**	**1,037.74**	**3,965.40**	**3,006.98**	**4,139.02**
12	**Paid-up equity share capital (Face Value Re. 1 per share)**	1,201.39	1,201.39	1,201.39	1,201.39	1,201.39	1,201.39
13	Reserves (excluding revaluation reserves)						9,037.05
14	**Earnings per share Basic and Diluted (Rs.) (not annualised)**	1.17	1.11	0.86	3.30	2.50	3.45

ORIENT REFRACTORIES LIMITED

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Unaudited Financials Results for the Quarter and Nine month period ended 31 December, 2013

Part II - Select Information

	Particulars	Quarter ended 31 December, (Unaudited)	Quarter ended 30 September, (Unaudited)	Quarter ended 31 December, (Unaudited)	Nine month period ended 31 December, (Unaudited)	Nine month period ended 31 December, (Unaudited)	Year ended 31 March, (Audited)
		2013	2013	2012	2013	2012	2013
A	**Particulars of shareholding**						
1	Public Shareholding						
	- Number of shares	36,501,429	36,501,429	61,742,674	36,501,429	61,742,674	67,737,621
	- Percentage of shareholding	30.38%	30.38%	51.39%	30.38%	51.39%	56.38%
2	Promoters and promoter group shareholding						
	a) Pledged / Encumbered						
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	-Percentage of shares (as a % of the total share capital of Company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non - encumbered						
	- Number of shares	83,637,771	83,637,771	58,396,526	83,637,771	58,396,526	52,401,579
	-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 Company)	69.62%	69.62%	48.61%	69.62%	48.61%	43.62%

	Particulars	Quarter ended 31 December, 2013
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed of during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

Notes to the Unaudited Financial Results:

1. The above financial results have been reviewed by the audit committee and approved by the Board of Directors at its meeting held on 28 January, 2014.

2. The Company is mainly engaged in the business of manufacturing and selling of refractories and monolithics. Hence, there is no separate reportable segment as per Accounting Standard 17, as notified pursuant to the Companies (Accounting Standards) Rules, 2006

3. Represents expenditure on voluntary retirement scheme and loss on settlement of fire insurance claim.

4. During the quarter ended 31 March, 2013 the erstwhile promoters and promoters groups had transferred 52,401,579 shares (constituting 43.62% of the fully paid up equity share capital) to Dutch US Holding B.V. which announced an open offer to acquire 31,236,192 shares (26% of fully paid up equity share capital) from the public. The open offer was successfully closed during the quarter ended 30 June, 2013.

5. The Statutory Auditors have carried out a limited review of unaudited financial results of the Company for the Quarter and nine month period ended 31 December, 2013 in accordance with clause 41 of the listing agreement.

6. Previous period figures have been regrouped, wherever necessary.

For and on behalf of the Board of Directors

Parmod Sagar
Managing Director

Place : New Delhi
Dated : 28 January, 2014