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PIRAMAL ENTERPRISES LIMITED

Piramal Tower, Peninsula Corporate Park, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400013.

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014

PART I

(Rs. in Lakhs)

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for current period ended	Year to date figures for previous year ended	Previous Year ended
	31/12/2014 (Unaudited)	30/09/2014 (Unaudited)	31/12/2013 (Unaudited)	31/12/2014 (Unaudited)	31/12/2013 (Unaudited)	31/03/2014 (Audited)
Income from operations						
Net Sales / Income from Operations (Net of excise duty)	64,467	50,167	47,911	161,056	133,569	181,347
Other Operating Income	1,384	5,017	4,900	12,122	12,812	17,705
Total Income from Operations, Net	65,851	55,184	52,811	173,178	146,381	199,052
Expenses						
Cost of Materials Consumed	23,451	17,540	18,485	59,345	50,616	70,067
Purchase of Stock-in-Trade	1,202	1,286	2,239	4,900	6,536	8,497
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,476)	937	(592)	(2,932)	(2,327)	(3,771)
Employee benefits expense	6,379	5,152	5,775	18,521	16,388	21,350
Depreciation and amortisation expense (Refer Note 4)	2,534	2,198	1,928	6,971	5,705	7,622
Research and Development Expenses	2,858	5,194	4,945	15,810	18,727	24,012
Other Expenses, Net	18,253	12,984	14,323	45,486	39,026	57,759
Total Expenses	52,201	45,291	47,103	148,101	134,671	185,536
Profit / (Loss) from operations before other income, finance costs and exceptional items	13,650	9,893	5,708	25,077	11,710	13,516
Other Income (Refer Note 3)	8,466	5,823	3,799	25,820	28,303	28,942
Profit / (Loss) from ordinary activities before finance costs and exceptional items	22,116	15,716	9,507	50,897	40,013	42,458
Finance Costs	6,237	5,707	17,721	22,460	58,674	81,258
Profit / (Loss) from ordinary activities after finance costs but before exceptional items	15,879	10,009	(8,214)	28,437	(18,661)	(38,800)
Exceptional Income/ (Expense), net (Refer Note 5)	(239,108)	(37,155)	-	27,345	1,800	1,800
Profit / (Loss) from ordinary activities before tax	(223,229)	(27,146)	(8,214)	55,782	(16,861)	(37,000)
Tax Expense (Refer Note 6)	601	5,800	-	25,777	-	-
Net Profit / (Loss) from ordinary activities after tax	(223,830)	(32,946)	(8,214)	30,005	(16,861)	(37,000)
Extraordinary Items (net of tax expense)	-	-	-	-	-	-
Net Profit / (Loss) for the period	(223,830)	(32,946)	(8,214)	30,005	(16,861)	(37,000)
Paid-up Equity Share Capital (Face Value Rs.2/- each)	3,451	3,451	3,451	3,451	3,451	3,451
Reserves (Excluding Revaluation Reserves)						909,257
Earnings Per Share (EPS) (of Rs.2/- each)						
a) Basic and diluted EPS before extraordinary items for the period (Rs.)	(129.7)	(19.1)	(4.8)	17.4	(9.8)	(21.4)
b) Basic and diluted EPS after extraordinary items for the period (Rs.)	(129.7)	(19.1)	(4.8)	17.4	(9.8)	(21.4)

PART II

A. PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	81,339,596	81,272,412	81,198,825	81,339,596	81,198,825	81,201,342
- Percentage of shareholding	47.14%	47.10%	47.05%	47.14%	47.05%	47.06%
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	91,223,504	91,290,688	91,364,275	91,223,504	91,364,275	91,361,758
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	52.86%	52.90%	52.95%	52.86%	52.95%	52.94%

Particulars	3 months ended 31/12/2014
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	5
Received during the quarter	6
Disposed of during the quarter	10
Remaining unresolved at the end of the quarter	1

PIRAMAL ENTERPRISES LIMITED MUMBAI

Price Waterhouse Chartered Accountants FRN 301112E Mumbai

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1. The standalone financial results, for the quarter and nine months ended December 31, 2014, have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 9, 2015.

2. In accordance with Accounting Standard 17 'Segment Reporting', segment information has been given in the consolidated financial results of Piramal Enterprises Limited, and therefore, no separate disclosure on segment information is given in these standalone results.

3. Other Income includes the effect of Foreign Exchange Gain / (Loss), Net incurred during the respective periods.

(Rs. in Lakhs)

	Quarter Ended	Quarter Ended	Quarter Ended	Nine months ended	Nine months ended	Previous Year ended
	31/12/2014	30/09/2014	31/12/2013	31/12/2014	31/12/2013	31/03/2014
Exchange Gain / (Loss), Net	2,407	2,389	1,217	7,306	19,279	17,929

4. The Company revised depreciation rates on tangible fixed assets w.e.f. April 01, 2014 as per the useful life specified in the Schedule II of the Companies Act, 2013 or as re-assessed by the Company. As prescribed in said Schedule II, an amount of Rs.765 Lakhs (net of deferred tax) has been charged to the opening balance of retained earnings for the assets in respect of which the remaining useful life is NIL as on April 01, 2014 and in respect of other assets on that date, depreciation has been calculated based on the remaining useful life of those assets. Had the Company continued with the previously applicable Schedule XIV rates, charge for depreciation for the quarter and nine months ended December 31, 2014 would have been lower and the net profit would have been higher by Rs 346 Lakhs and Rs. 927 Lakhs respectively.

5. Exceptional Income/Expense, net includes :
   i. gain on sale of Investment in Vodafone India Limited during the quarter and nine months ended December 31, 2014 Rs. Nil and Rs.303,608 lakhs respectively;
   ii. gain on sale of the Lab Diagnostics and Point of Care business to Diasys Diagnostics India Private Limited during the quarter, preceding quarter and nine months ended December 31, 2014, Rs. Nil, Rs.260 lakhs and Rs.260 lakhs respectively;
   iii. costs and write downs (net of reversals) on account of scaling down the Research and development activities of the New Chemical Entity (NCE) division for the quarter, preceding quarter and nine months ended December 31, 2014 Rs.3,470 lakhs (reversal), Rs.37,415 lakhs and Rs 33,945 lakhs respectively;
   iv. recovery of License Fee written off in earlier periods for the quarter, nine months ended December 31, 2013 and year ended March 31, 2014 Rs. Nil, Rs. 1,800 lakhs and Rs. 1,800 lakhs respectively; and
   v. The Scheme of Amalgamation ("the Scheme") of Oxygen Bio Research Private Limited ("O2H"), Piramal Pharmaceutical Development Services Private Limited ("PPDSPL"), PHL Capital Private Limited ("PHL Capital") (collectively referred to as "transferor companies") with Piramal Enterprises Limited ("the Company"), under Sections 391 to 394 of the Companies Act, 1956 was sanctioned by the Hon'ble High Courts of Gujarat and Bombay on November 11, 2014 and November 28, 2014 respectively. The Scheme became effective on December 12, 2014 and December 27, 2014 upon filing of the said orders with the Registrar of Companies, Gujarat and Maharashtra respectively. The Scheme has accordingly been given effect to in these results.
   Consequently, all the assets and liabilities of transferor companies have been transferred to and vested in the Company with effect from April 01, 2014 ("the Appointed Date"). Since the appointed date, revenue of Rs.8,734 lakhs and profit before taxes of Rs.2,771 lakhs pertaining to the above transferor companies are included in the results for the quarter and nine months ended December 31, 2014 under respective heads.
   The amalgamation has been accounted for under the "pooling of interest" method referred to in Accounting Standard 14 - Accounting for Amalgamation, as prescribed by the Scheme. Accordingly, all the assets, liabilities and other reserves of transferor companies as on April 01, 2014 have been aggregated with those of the Company at their respective book values. As prescribed by the Scheme no consideration was paid as the transferor Companies were wholly owned step down subsidiaries of the Company, hence the resultant difference amounting to Rs. 233,914 lakhs has been credited to capital reserve account. Consequently during the quarter ended and nine months ended December 31, 2014 the Company has recognized a permanent diminution in the value of its investment in the intervening holding company of the transferor companies of Rs. 242,578 lakhs.

6. Tax expense comprises of Current tax and Deferred Tax and is net of MAT credit entitlement.

7. Previous period / year's figures have been regrouped / reclassified wherever necessary to correspond with the current period's classification.
   The figures for the quarter and nine months ended December 31, 2014 are not comparable to the previous quarter and nine months ended December 31, 2013 on account of the merger as referred in note 5 (v).

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For **PIRAMAL ENTERPRISES LIMITED**

Ajay G. Piramal
Chairman

February 9, 2015, Mumbai.