

**REVIEW REPORT**

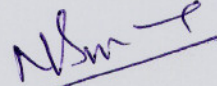
**To,  
The Board of Directors,  
Ramkrishna Forgings Limited  
"Ramkrishna Chambers"  
72, Shakespeare Sarani,  
Kolkata – 700017.**

We have reviewed the accompanying statement of Un-audited Financial Results of **M/s. RAMKRISHNA FORGINGS LIMITED** for the quarter and nine months ended 31<sup>st</sup> December 2012, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Financial 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 these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of Un-audited Financial Results prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material mis-statement.

**For Singhi & Co.  
Chartered Accountants  
Firm Registration No.302049E**



**(N. K. SURANA)**

**Partner**

**Membership No.053816**

1B, Old Post Office Street,  
Kolkata – 700001.  
Dated, the 14th day of February, 2013.



**Part-I : Statement of Standalone Unaudited Financial Results for the Quarter & Nine Months ended 31st December' 2012**

|                                                                                         |      | Quarter - ended |                  |                  | Nine Month - ended |                  | Year Ended       |
|-----------------------------------------------------------------------------------------|------|-----------------|------------------|------------------|--------------------|------------------|------------------|
|                                                                                         |      | 31.12.2012      | 30.09.2012       | 31.12.2011       | 31.12.2012         | 31.12.2011       | 31.03.2012       |
|                                                                                         |      | Unaudited       | Unaudited        | Unaudited        | Unaudited          | Unaudited        | (Audited)        |
| <b>Income from Operations</b>                                                           |      |                 |                  |                  |                    |                  |                  |
| a) <b>Gross Sales</b>                                                                   |      |                 |                  |                  |                    |                  |                  |
| Domestic                                                                                |      | 8,513.02        | 10,568.87        | 12,362.95        | 28,095.55          | 33,127.53        | 46,488.12        |
| Export                                                                                  |      | 1,091.15        | 1,603.00         | 872.42           | 3,491.33           | 3,436.37         | 4,637.00         |
|                                                                                         |      | <b>9,604.17</b> | <b>12,171.87</b> | <b>13,235.37</b> | <b>31,586.88</b>   | <b>36,563.90</b> | <b>51,125.12</b> |
| Less: Excise Duty                                                                       |      | 915.34          | 1,124.61         | 1,120.20         | 3,000.11           | 2,994.17         | 4,201.18         |
|                                                                                         |      | <b>8,688.83</b> | <b>11,047.26</b> | <b>12,115.17</b> | <b>28,586.77</b>   | <b>33,569.73</b> | <b>46,923.94</b> |
| b) <b>Other Operating Revenues</b>                                                      |      | 825.24          | 696.44           | 756.23           | 2,171.18           | 2,273.43         | 3,202.35         |
| <b>Total Income from Operations (Net)</b>                                               | (1)  | <b>9,514.07</b> | <b>11,743.70</b> | <b>12,871.40</b> | <b>30,757.95</b>   | <b>35,843.16</b> | <b>50,126.29</b> |
| <b>Expenses</b>                                                                         |      |                 |                  |                  |                    |                  |                  |
| a) <b>Consumption of Raw Materials</b>                                                  |      | 5,552.95        | 6,344.58         | 7,359.04         | 17,775.75          | 21,081.68        | 28,724.08        |
| b) <b>Changes in inventories of Finished Goods, Work in Progress and Stock-in-Trade</b> |      | (888.02)        | 109.19           | (144.21)         | (2,069.50)         | (1,509.20)       | (956.39)         |
| c) <b>Employees Benefit Expenses</b>                                                    |      | 809.29          | 639.24           | 641.80           | 2,091.48           | 1,967.86         | 2,680.45         |
| d) <b>Power &amp; Fuel</b>                                                              |      | 1,131.24        | 1,130.77         | 1,137.42         | 3,473.93           | 3,333.21         | 4,648.02         |
| e) <b>Depreciation &amp; Amortisation</b>                                               |      | 551.72          | 644.89           | 688.43           | 1,658.50           | 2,000.59         | 2,706.74         |
| f) <b>Other Expenses</b>                                                                |      | 1,564.75        | 1,647.63         | 1,866.64         | 4,719.40           | 5,151.54         | 6,925.28         |
| <b>g) Total</b>                                                                         | (2)  | <b>8,721.93</b> | <b>10,516.30</b> | <b>11,549.12</b> | <b>27,649.56</b>   | <b>32,025.68</b> | <b>44,728.18</b> |
| <b>Profit / (Loss) from Operations before other Income and Finance cost (1-2)</b>       | (3)  | 792.14          | 1,227.40         | 1,322.28         | 3,108.39           | 3,817.48         | 5,398.11         |
| <b>Other Income</b>                                                                     | (4)  | 16.20           | 20.12            | 25.40            | 53.53              | 26.31            | 65.30            |
| <b>Profit / (Loss) from Ordinary Activities before Finance cost (3+4)</b>               | (5)  | 808.34          | 1,247.52         | 1,347.68         | 3,161.92           | 3,843.79         | 5,463.41         |
| <b>Finance costs</b>                                                                    | (6)  | 476.22          | 593.64           | 465.74           | 1,592.02           | 1,357.73         | 1,878.89         |
| <b>Profit / (Loss) from Ordinary Activities after Finance cost and before tax (5-6)</b> | (7)  | 332.12          | 653.88           | 881.94           | 1,569.90           | 2,486.06         | 3,584.52         |
| <b>Tax Expenses</b>                                                                     | (8)  | 109.00          | 208.91           | 321.93           | 505.41             | 857.93           | 1,155.60         |
| <b>Net Profit / (Loss) from Ordinary Activities After Tax (7-8)</b>                     | (9)  | <b>223.12</b>   | <b>444.97</b>    | <b>560.01</b>    | <b>1,064.49</b>    | <b>1,628.13</b>  | <b>2,428.92</b>  |
| <b>Paid up Equity Shares Capital (Face value of ₹ 10/- each)</b>                        | (10) | <b>1,814.85</b> | <b>1,814.85</b>  | <b>1,814.85</b>  | <b>1,814.85</b>    | <b>1,814.85</b>  | <b>1,814.85</b>  |
| <b>Reserves excluding Revaluation Reserve</b>                                           | (11) |                 |                  |                  |                    |                  | <b>17,028.20</b> |
| <b>Earning per Shares of ₹ 10/- each</b>                                                | (12) |                 |                  |                  |                    |                  |                  |
| - Basic (₹)                                                                             |      | 1.23            | 2.46             | 3.09             | 5.87               | 9.31             | 13.61            |
| - Diluted (₹)                                                                           |      | 1.23            | 2.46             | 3.09             | 5.87               | 9.31             | 13.61            |
| (not annualised)                                                                        |      |                 |                  |                  |                    |                  |                  |

**Part -II : Select Information for the Quarter & Nine Months ended 31st December' 2012**

| A) Particulars                                                    |      | Quarter - ended |            |            | Nine Month - ended |            | Year Ended |
|-------------------------------------------------------------------|------|-----------------|------------|------------|--------------------|------------|------------|
|                                                                   |      | 31.12.2012      | 30.09.2012 | 31.12.2011 | 31.12.2012         | 31.12.2011 | 31.03.2012 |
| <b>Public Shareholding</b>                                        |      |                 |            |            |                    |            |            |
| - Number of Shares                                                | (13) | 86,33,253       | 86,33,253  | 85,92,863  | 86,33,253          | 85,92,863  | 85,92,863  |
| - Percentage of Shareholding                                      |      | 47.57           | 47.57      | 47.35      | 47.57              | 47.35      | 47.35      |
| <b>Promoter and Promoter Group Shareholding</b>                   | (14) |                 |            |            |                    |            |            |
| <b>a) Pledged / Encumbered</b>                                    |      |                 |            |            |                    |            |            |
| - Number of shares                                                |      | 24,00,000       | 32,00,000  | 32,00,000  | 24,00,000          | 32,00,000  | 32,00,000  |
| - Percentage of shares                                            |      | 25.22           | 33.63      | 33.49      | 25.22              | 33.49      | 33.49      |
| (as a % of the total shareholding of promoter and promoter group) |      |                 |            |            |                    |            |            |
| - Percentage of shares                                            |      | 13.22           | 17.63      | 17.63      | 13.22              | 17.63      | 17.63      |
| (as a % of the total share capital of the company)                |      |                 |            |            |                    |            |            |
| <b>b) Non -encumbered</b>                                         |      |                 |            |            |                    |            |            |
| - Number of shares                                                |      | 71,15,287       | 63,15,287  | 63,55,677  | 71,15,287          | 63,55,677  | 63,55,677  |
| - Percentage of shares                                            |      | 74.78           | 66.37      | 66.51      | 74.78              | 66.51      | 66.51      |
| (as a % of the total shareholding of promoter and promoter group) |      |                 |            |            |                    |            |            |
| - Percentage of shares                                            |      | 39.21           | 34.80      | 35.02      | 39.21              | 35.02      | 35.02      |
| (as a % of the total share capital of the company)                |      |                 |            |            |                    |            |            |

| Particulars                                    |  | 3 Months ended 31.12.2012 |
|------------------------------------------------|--|---------------------------|
| <b>B) Investor Complaints</b>                  |  |                           |
| Pending at the beginning of the quarter        |  | Nil                       |
| Received during the quarter                    |  | 7                         |
| Disposed of during the quarter                 |  | 7                         |
| Remaining unresolved at the end of the quarter |  | Nil                       |



For RAMKRISHNA FORGINGS LTD.

- 2 The above Unaudited Financial Results as reviewed by the Audit Committee were approved by the Board of Directors at its meeting held on 14th February, 2013. The Statutory Auditors has conducted Limited Review of the above Financial Results.
- 3 The Company operates only in one Segment i.e Forgings.
- 4 The Company in accordance with the Shareholder approval on 7th January, 2013 has allotted on 19th January, 2013 21,48,400 equity shares @ Rs.128/- per share to International Finance Corporation, 7,81,000 equity share to M/s Eastern Credit Capital (P) Limited @ 128/- Per share \* Consequently the Issued and Subscribed Share Capital increased from 1,814.85 Lakhs to Rs. 2,107.70 Lakhs. The Company has also allotted 30,77,000 warrants @ Rs.130/- to M/s Eastern Credit Capital (P) Limited that can be converted into 30,77,000 equity shares within 18 months from the date of allotment of warrants.
- 5 The Company after the quarter ended 31st December, 2012 has acquired 60.16 % of the Equity share capital of M/s. Globe Forex and Travels Limited thus making its subsidiary
- 6 The Company had opted, in FY 2011-12, to apply para 46A of Accounting standard AS-11 with effect from 01.04.2011 in accordance with notification dated 29.12.2011 issued by the Ministry of Corporate Affairs (MCA). Subsequently vide notification No. 25/2012 dated 09.08.2012 MCA has clarified that para 6 of AS-11 and para 4(e) of AS-16 shall not apply to company which is applying 46A of AS-11. Accordingly foreign exchange rate difference on long term foreign currency borrowing to the extent regarded as adjustment to interest cost which was hitherto charged to statement of profit & loss has been adjusted, in this quarter, to carrying cost of the related assets with effect from 01.04.2011. The change has resulted in increase in profit before tax for the quarter and nine months by 83.65 lakhs.
- 7 Figures for the previous periods are re-arranged, wherever necessary, to conform to the figures of the current period.

Place: Kolkata.  
Dated: 14.02.2013

By Order of the Board.

Managing Director



For RAMKRISHNA FORGINGS LTD.

MANAGING DIRECTOR