SANGHI CEMENT

Turning Dreams into Concrete Reality

3rd February, 2014

The General Manager **Bombay Stock Exchange Ltd.** Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	The Assistant Vice-President **The National Stock Exchange of India Ltd.** Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra Kurla Complex Bandra (East), Mumbai – 400 051

Dear Sir,

Sub: Unaudited Financial Results for the Quarter and Six Months ended 31st December, 2013 and Limited Review Report.

We are enclosing herewith the Un-audited Financial Results for the quarter and Six Months ended 31st December, 2013 as reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on even date at Mumbai.

We are also enclosing a copy of the Limited Review Report received from the Joint Statutory Auditors in this regard.

Yours faithfully,
For **Sanghi Industries Ltd**

SANGHI INDUSTRIES LIMITED

Anil Agrawal
Company Secretary

Encl : as above

Sanghi Industries Limited

Registered Office : P.O Sanghinagar, Hayatnagar Mandal, R R District, Andhra Pradesh - 501 511, INDIA
Tel. : 08415 - 242240 **Fax** : 08415 - 242239 **Email** : companysecretary@sanghicement.com
Corporate Office : 10th Floor, Kataria Arcade, Off. S. G. Highway, Post : Makarba - 380051, Dist : Ahmedabad, Gujarat, INDIA
Tel. : 079 - 26838000 **Fax** : 079 - 26838111 **Email** : sanghicmo@sanghicement.com
Website : www.sanghicement.com

ANKIT & Co.,
CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT FOR THE QUARTER ENDED 31st DECEMBER, 2013.

TO
THE BOARD OF DIRECTORS
SANGHI INDUSTRIES LIMITED

We have reviewed the accompanying statement of unaudited financial results of Sanghi Industries Limited for the period ended 31st December, 2013 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 statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of 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) 2400, *Engagements to Review Financial Statements* 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 provides 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 unaudited financial results prepared in accordance with applicable accounting standards[1] and other recognised 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 misstatement.

For Ankit & Company,
Chartered Accountants

ANKIT & COMPANY Hyderabad Chartered Accountants

(S. Brij Kumar)
Partner
M No.019357

Date: 3rd February,2014
Place: Mumbai

Head Office : 4-3-338, R.K Estate, Bank Street, Sultan Bazar, Hyderabad - 500 095. Tel. : 24755359, Telefax : 24756706
E-mail : ankitco@yahoo.co.uk

SANGHI CEMENT
Turning Dreams into Concrete Reality

SANGHI INDUSTRIES LIMITED

Regd. Office : Sanghinagar P.O., Hayatnagar Mandal,
R.R.Dist., A.P. - 501 511 Email ID for Investors : companysecretary@sanghicement.com

Part I Statement of Unaudited Financial Results for the Quarter and Six months ended 31st December 2013

(₹ in Lacs)

Sl. No.	Particulars	Quarter Ended 31.12.2013	Preceding Three Months Ended 30.09.2013	Corresponding Three Months Ended 31.12.2012	Half Year Ended 31.12.2013	Corresponding Half Year Ended 31.12.2012	Previous Year Ended 30.06.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	**Income from Operations**						
	(a) Gross Sales / Income from Operations	**33,909**	22,499	31,296	56,409	55,075	116,629
	(b) Excise Duty, VAT and CST	**5,447**	4,017	3,651	9,464	6,855	17,636
	(c) Net Sales / Income from Operations	**28,462**	18,482	27,645	46,945	48,220	98,993
	(d) Other Operating Income	**90**	44	2	134	4	17
	Total Income from Operations (Net)	**28,552**	18,526	27,647	47,079	48,224	99,010
2	Expenses						
	a) Cost of Material consumed	**1,343**	725	1,507	2,068	2,414	5,237
	b) Changes in inventories of Finished goods, Work-in-Progress and Stock-in-Trade	**3,780**	2,295	(1,115)	6,076	(1,227)	(3,323)
	c) Employee benefits expenses	**1,107**	1,109	1,050	2,217	1,945	4,227
	d) Power and Fuel	**7,190**	3,995	7,000	11,186	12,565	25,914
	e) Stores and Consumables	**1,347**	1,013	1,377	2,360	2,450	5,660
	f) Selling and Distribution	**8,410**	4,835	9,926	13,245	15,849	33,765
	g) Depreciation and Amortisation expense	**3,696**	3,672	2,559	7,368	5,120	14,535
	h) Other expenditure	**1,294**	2,119	2,010	3,412	3,683	7,425
	Total expenses	**28,167**	19,763	24,314	47,932	42,799	93,440
3	Profit / (Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	**385**	(1,237)	3,333	(853)	5,425	5,570
4	Other Income	**229**	43	139	272	728	1,196
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	**614**	(1,194)	3,472	(581)	6,153	6,766
6	Finance Costs	**467**	658	773	1,124	1,182	1,490
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	**147**	(1,852)	2,699	(1,705)	4,971	5,276
8	Exceptional Items	-	-	-	-	-	-
9	Profit / (loss) from ordinary activities before tax (7-8)	**147**	(1,852)	2,699	(1,705)	4,971	5,276
10	Tax expense	**(601)**	-	540	(601)	994	688
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	**748**	(1,852)	2,159	(1,104)	3,977	4,588
12	Extraordinary items (Net of tax expenses)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	**748**	(1,852)	2,159	(1,104)	3,977	4,588
14	Paid up equity share capital (Face Value Of ₹ 10 each)	**21,998**	21,998	21,998	21,998	21,998	21,998
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	61,996
16	Earning Per Share (EPS) (of ₹ 10 each) (not annualised)						
	a. Basic and diluted EPS before Extraordinary Items for the period	**0.34**	(0.84)	0.98	(0.47)	1.81	2.09
	b. Basic and diluted EPS after Extraordinary Items for the period	**0.34**	(0.84)	0.98	(0.47)	1.81	2.09
Part II							
A	**PARTICULARS OF SHAREHOLDING**						
1	Public Shareholding						
	- Number of Shares	**85,730,993**	85,730,993	85,730,993	85,730,993	85,730,993	85,730,993
	- Percentage of Share Holding	**38.97%**	38.97%	38.97%	38.97%	38.97%	38.97%
2	Promoters and Promoter Group Shareholding						
	a. Pledged / Encumbered						
	- Number of Shares	**111,549,887**	103,911,814	103,911,814	111,549,887	103,911,814	103,911,814
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	**83.09%**	77.40%	77.40%	83.09%	77.40%	77.40%
	- Percentage of Shares (as a% of the total share capital of the company)	**50.71%**	47.24%	47.24%	50.71%	47.24%	47.24%
	b. Non-encumbered						
	- Number of Shares	**22,698,120**	30,336,193	30,336,193	22,698,120	30,336,193	30,336,193
	- Percentage of Shares (as a% of the total shareholding of promoter and promoter group)	**16.91%**	22.60%	22.60%	16.91%	22.60%	22.60%
	- Percentage of Shares (as a % of the total share capital of the company)	**10.32%**	13.79%	13.79%	10.32%	13.79%	13.79%

Chartered Accountants Hyderabad

SANGHI INDUSTRIES LTD.

	Particulars	3 months ended 31.12.2013
B	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the quarter	-
	Received during the quarter	1
	Disposed of during the quarter	-
	Remaining unresolved at the end of the quarter	1

Notes:-

1 **Statement of Assets and Liabilities** (₹ in Lacs)

Sr. No	Particulars	31.12.2013 Unaudited	30.06.2013 Audited
I	**EQUITY AND LIABILITIES**		
1	**Shareholders' Fund**		
	(a) Share Capital	**29,426**	29,621
	(b) Reserve and surplus	**60,893**	61,996
	Sub-Total - Shareholders' Fund	**90,319**	**91,617**
2	**Non-Current Liabilities**		
	(a) Long-term borrowings	**41,383**	45,112
	(b) Long-term provisions	**31,246**	30,547
	Sub-Total - Non-Current Liabilities	**72,629**	**75,659**
3	**Current Liabilities**		
	(a) Short-term borrowings	**4,726**	3,828
	(b) Trade Payables	**6,835**	4,636
	(c) Other current liabilities	**4,676**	12,360
	(d) Short-term provisions	**19**	19
	Sub-Total - Current Liabilities	**16,256**	**20,843**
	TOTAL - EQUITY AND LIABILITIES	**179,204**	**188,119**
II	**ASSETS**		
	Non-Current Assets		
1	(a) Fixed assets		
	(i) Tangible assets	**132,137**	138,148
	(ii) Capital work -in-progress	**6,111**	5,457
	(b) Deferred tax assets (net)	**5,397**	5,397
	(c) Long-term loans and advances	**3,542**	2,990
	(d) Other non-current assets	**-**	-
	Sub-Total - Non-Current Assets	**147,187**	**151,992**
2	**Current Assets**		
	(a) Inventories	**12,586**	21,124
	(b) Trade receivables	**579**	2,505
	(c) Cash and cash equivalents	**630**	235
	(d) Short-term loans and advances	**18,222**	12,263
	Sub-Total - Current Assets	**32,017**	**36,127**
	TOTAL - ASSETS	**179,204**	**188,119**

2 Above results were reviewed and recommended by the Audit Committee subjected to Limited Review by the Statutory Auditors and approved by the Board of Directors at its meeting held on 3rd February, 2014.

3 The Company operates in one business segment viz., "Manufacture and sale of Cement" mainly in India.

4 Previous year's and earlier periods figures have been regrouped or rearranged wherever necessary.

5 The provision for taxation, current and deferred , if any, will be made at the end of the year.

6 Depreciation of ₹ 10.39 crore on certain Mining ancillary and other Misc. Assets has been provided at rate higher than those prescribed under Schedule XIV of the Companies Act, 1956 based on useful life of three years of those assets as evaluated by Technical Expert.

ANKIT & COMPANY ★ Chartered Accountants ★ Hyderabad

SANGHI INDUSTRIES LIMITED

For Sanghi Industries Limited

(Ravi Sanghi)
Chairman and Managing Director

Place : Mumbai
Date : 3rd February, 2014