**BREE RAYALASEEMA HI-STRENGTH HYPO LIMITED**
REGD OFFICE: GONDIPARLA, KURNOOL - 518004

(Rs. In Lakhs)

Statement of Audited Results for Twelve Months ended 31/03/2012

| | Particulars | 3 months ended 31/03/2012 | Preceding 3 months ended 31/12/2011 | Corresponding 3 months ended (31/03/2011) in the previous year | Year to date figures for current period ended 31/03/2012 | Year to date figures for the previous year ended 31/03/2011 |
|---|---|---|---|---|---|---|
| | | (Unaudited) | (Unaudited) | (Audited) | (Audited) | (Audited) |
| 1 | Income from Operations | | | | | |
| | (a) Net sales / income from operations (net of excise duty) | 5959.57 | 6077.10 | 5291.10 | 24299.00 | 20773.65 |
| | (b) Other operating income | 0 | 0 | 0 | 0 | 0 |
| | Total income from operations (net) | 5959.57 | 6077.10 | 5291.1 | 24299.00 | 20773.65 |
| 2 | Expenses | | | | | |
| | (a) Cost of materials consumed | 2942.77 | 2880.00 | 2815.16 | 12242.19 | 9958.72 |
| | (b) Purchases of stock-in-rade | 103.77 | 1.00 | 107.96 | 241.12 | 942.29 |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | -141.03 | 10.52 | -233.29 | -127.22 | -308.61 |
| | (d) Employee benefits expenses | 205.90 | 240.91 | 238.29 | 980.74 | 878.46 |
| | (e) Depreciation and amortisation expense | 280.58 | 277.07 | 104.21 | 1199.00 | 1005.75 |
| | (f) Other expenses | 1734.15 | 1571.09 | 1382.10 | 6080.81 | 5282.42 |
| | Total expenses | 5126.23 | 4980.07 | 4504.06 | 20621.84 | 17850.03 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2). | 833.34 | 1097.03 | 787.04 | 3677.16 | 2923.62 |
| 4 | Other income | -43.00 | 151.97 | 22.41 | 265.16 | 101.97 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | 790.34 | 1249.00 | 809.45 | 3942.54 | 3025.59 |
| 6 | Finance costs | 166.89 | 214.60 | 202.04 | 695.55 | 867.40 |
| 7 | Profit / (Loss) from ordinary activities after finance costs, but before exceptional items (5-6) | 623.55 | 1034.40 | 607.40 | 3246.99 | 2158.19 |
| 8 | Exceptional items | 495.03 | 0.00 | 218.68 | 495.03 | 218.68 |
| 9 | Profit / (Loss) from ordinary activities before tax (7-8) | 128.52 | 1034.40 | 388.72 | 2751.96 | 1939.51 |
| 10 | Tax expense | | | | | |
| | Current Tax | 539.98 | 203.97 | 224.29 | 1086.92 | 388.55 |
| | Deferred Tax | -41.40 | -46.91 | -90.94 | -165.40 | -523.20 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9-10) | -369.96 | 874.34 | 255.37 | 1820.44 | 2076.16 |
| 12 | Extraordinary items (net of tax expense Rs _____ Lakhs). | 0 | 0 | 0 | 0 | 0 |
| 13 | Net profit / (Loss) for the period (11-12). | -369.96 | 874.34 | 255.37 | 1820.44 | 2076.16 |
| 14 | Share of profit / (loss) of associates | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 15 | Minority interest | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 16 | Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15 ) | -369.96 | 874.34 | 255.37 | 1820.44 | 2076.16 |
| 17 | Paid-up equity share capital (Face value of Rs.10/- per Share ). | 1149.48 | 1149.48 | 1094.75 | 1398.09 | 1094.75 |
| 18 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year. | 8474.02 | 8843.97 | 6547.94 | 11442.24 | 6547.94 |

| | | | | | | |
|---|---|---|---|---|---|---|
| 19.i | Earnings per share (before extraordinary items) (of Rs.10/- each) (not annualised) : | | | | | |
| | (a) Basic | 0 | 7.01 | 2.86 | 13.02 | 19.49 |
| | (b) Diluted | 0 | 7.01 | 2.86 | 13.02 | 19.49 |
| 19.ii | Earnings per share (after extraordinary items) ( of Rs10 /- each) (not annualised): | | | | | |
| | (a) Basic | 0 | 7.01 | 2.86 | 13.02 | 19.49 |
| | (b) Diluted | 0 | 7.01 | 2.86 | 13.02 | 19.49 |
| A | PARTICULARS OF SHAREHOLDING | | | | | |
| 1 | Public shareholding | | | | | |
| | - Number of shares | 5885980 | 5709596 | 5885980 | 6561877 | 5885980 |
| | - Percentage of shareholding | 51.94 | 49.07 | 51.94 | 46.93 | 51.94 |
| 2 | Promoters and Promoter Group Shareholding | | | | | |
| a) | Pledged / Encumbered | | | | | |
| | - Number of shares | NIL | NIL | NIL | NIL | NIL |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | NIL | NIL | NIL | NIL | NIL |
| | - Percentage of shares (as a % of the total share capital of the company) | NIL | NIL | NIL | NIL | NIL |
| b) | Non - encumbered | | | | | |
| | - Number of shares | 5261481 | 5785233 | 5261481 | 7418982 | 5261481 |
| | - Percentage of shares (as a % of the total shareholding of the Promoter and promoter group). | 100 | 100.00 | 100.00 | 100.00 | 100.00 |
| | - Percentage of shares (as a % of the total share capital of the company) | 46.06 | 50.33 | 46.06 | 53.07 | 46.06 |

| Particulars | | 3 months ended (31/03/2012) |
|---|---|---|
| B | INVESTOR COMPLAINTS | |
| | Pending at the beginning of the quarter | NIL |
| | Received during the quarter | 30 |
| | Disposed of during the quarter | 30 |
| | Remaining unresolved at the end of the quarter | NIL |

**STATEMENT OF ASSETS AND LIABILITIES**

| Sl. No. | Particulars | Year Ended 31-Mar-2012 | Year Ended 31-Mar-2011 |
|---|---|---|---|
| 1 | SHAREHOLDERS FUND: | | |
| (a) | Capital | 1398.09 | 1094.75 |
| (b) | Reserves and Surplus | 11442.24 | 6547.94 |
| 2 | LOAN FUNDS | 9680.07 | 7769.68 |
| 3 | DEFERRED TAX LIABILITY | 2277.11 | 2402.80 |
| | Totals | 24797.51 | 17815.17 |
| 4 | FIXED ASSETS | 16052.43 | 12353.83 |
| 5 | INVESTMENTS | 2249.34 | 456.04 |
| 6 | CURRENT ASSETS ,LOANS AND ADVANCES | | |
| (a) | Inventories | 2102.07 | 1610.18 |
| (b) | Sundry Debtors | 2580.93 | 2389.85 |
| (c) | Cash and Bank balances | 345.08 | 485.82 |
| (d) | Other current assets | 674.11 | 936.29 |
| (e) | Loans and Advances | 5310.02 | 3256.42 |
| | Totals | 11012.21 | 8678.57 |
| | Less Current Liabilities and Provisions | | |
| (a) | Liabilities | 2868.87 | 2707.39 |
| (b) | Provisions | 1647.80 | 965.68 |
| | Totals | 4516.47 | 3673.07 |
| | NET CURRENT ASSETS | 6495.74 | 5005.50 |
| 7 | MISCELLANEOUS EXPENDITURE (Not written off or adjusted) | 0 | 0.00 |
| 8 | PROFIT AND LOSS ACCOUNT | 0 | 0.00 |
| | Totals | 24797.51 | 17815.17 |

SEGMENT WISE REVENUE RESULTS AND CAPITAL EMPLOYED

| Sl. No. | Particulars | Quarter Ended | | | Year Ended | |
|---|---|---|---|---|---|---|
| | | 31/03/2012 | 31.12.2011 | 31/03/2011 | 31/03/2012 | 31/03/2011 |
| 1 | **Segment Revenue** | | | | | |
| | Chemicals | 5591.85 | 6114.39 | 5237.97 | 23717.46 | 19865.69 |
| | Wind Energy Generation | 125.34 | 124.68 | 75.54 | 846.71 | 907.96 |
| | Net Sales / Income from Operations | 5717.19 | 6239.07 | 5313.51 | 24564.17 | 20773.65 |
| 2 | **Segment Results** | | | | | |
| | Chemicals | 689.88 | 1433.39 | 947.70 | 3565.58 | 3072.30 |
| | Wind Energy Generation | -183.46 | -184.4 | -138.25 | -118.07 | -265.39 |
| | Total | 833.34 | 1248.99 | 809.45 | 3447.51 | 2806.91 |
| 3 | Interest ( Net ) | | | | | |
| | Chemicals | 89.09 | 84.25 | 63.03 | 366.84 | 295.62 |
| | Wind Energy Generation | 77.60 | 130.35 | 139.01 | 328.71 | 571.78 |
| | Total | 166.69 | 214.60 | 202.05 | 695.55 | 867.40 |
| | Profit/Loss from Ordinary Activities before tax | 623.67 | 1034.40 | 607.40 | 2751.96 | 2158.19 |
| 4 | **Capital Employed** (Segment Assets - Segment Liabilities) | | | | | |
| | Chemicals | 10485.99 | 10177.85 | 7772.08 | 13538.41 | 8322.69 |
| | Wind Energy Generation | -835.90 | -184.40 | -129.38 | -798.08 | -680.01 |
| | Total Capital Employed in Segments | 9650.01 | 9993.45 | 7642.68 | 12840.33 | 7642.68 |

Notes

1 The above merged financial results for the year ended 31.03.2012 were reviewed by the audit committee and were approved and taken on record by the board of directors at thier meeting held on 19.10.2012. The accounts are audited and reported upon by the statutory auditors of the company

2 Previous period/ years figures have been regrouped /recast where ever necessary

3 The Hon'ble High Court of Andhra Pradesh had approved Scheme of Arrangement vide its Order dated 31.08.2012 . The Transferor Companies SRHHL Industries Ltd and T G V Pharma Pvt Ltd are dissolved and amalgamated with the company from the Appointed date i.e., 01.04.2011

4 Figures for the Previous year and corresponding quarter in previous year are not comparable with figures of current year or current quaerter as audited results for financial year ending 31.03.2012 are merged accounts incorporating accounts of Transferor Companies with effect from 01.04.2011

5 The Company had issued 24,86,028 Equity shares of Rs. 10/- each to the shareholders of Transferor Companies and pending determination of list of shareholders on record date, Equity Share capital issued is shown under capital suspense account.

6 Due to depreciation in exchange rate of US dollars against Indian Rupee, the Company has provided for marked -to market losses exercising the option as per Gazette Notification underAS-11(the effect of changes in foreign exchange rate ) The company has charged off these exchange fluctuation loss to Profit & Loss Account and such loss, being material in amount, is disclosed as exceptional item (Rs 495.03 for the year endend 31.03.2012 )

Place : Kurnool
Date :19-10-2012

for SREE RAYALASEEMA HI-STRENGTH HYPO LTD.,

T G BHARATH
CHAIRMAN & MANAGING DIRECTOR

**S.T. Mohite & Co.,**
Chartered Accountants
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3-4-812, Street No.1, Barkatpura,
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## AUDITOR'S REPORT ON QUARTERLY FINANCIAL RESULTS AND YEAR TO DATE RESULTS OF THE COMPANY PURSUANT TO THE CLAUSE 41 OF LISTING AGREEMENT

To
The Board of Directors of
M/s.Sree Rayalaseema Hi-Strength Hypo Limited
Kurnool.

We have audited the quarterly financial results of **Sree Rayalaseema Hi-Strength Hypo Limited, Regd.Office : Gondiparla, Kurnool – 518 004** for the quarter ended 31.03.2012 and the year to date results for the period 01.04.2011 to 31.03.2012 attached herewith, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement 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 . These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards ) Rules, 2006 as per Section 211 (3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards requires that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

S.T.Mohite & Co. Regd. No. 011410S Hyd. Chartered Accountants

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In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and

(ii) give a true and fair view of the net profit / loss and other financial information for the quarter ended 31.03.2012 as well as the year to date results for the period from 01.04.2011 to 31.03.2012.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of non-promoter shareholdings, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

Place : Kurnool
Date :19th October, 2012

S.T.Mohite & Co. CA Regd. No. 011410S Hyd. Chartered Accountants

**For S.T.Mohite & Co.**
**Chartered Accountants (Regd. No. 011410S)**

M.T.Sreenivasa Rao
**Proprietor (Membership No.15635)**