



Review Report

To The Board of Directors of Rohit Ferro-Tech Limited

We have reviewed the accompanying statement of unaudited financial results of **Rohit Ferro-Tech Limited** ("the Company") for the quarter and six months ended 30 September 2014 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. 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 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 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 29 of the Listing Agreement for debt securities and Clause 41 of the Listing Agreement including the manner in which it is to be disclosed or that it contains any material misstatement.

For S. JAYKISHAN
Chartered Accountants
Firm's Registration No. 309005E

B K Newatia
Partner
Membership No: 050251



Place: Kolkata
Date: 14 November 2014

ROHIT FERRO-TECH LIMITED

Registered Office : 35, Chittaranjan Avenue, Kolkata - 700 012

Phone: 033 4016 8000, E-mail Id: cs@rohitferrotech.com

CIN: L27104WB2000PLC091629

Website : www.rohitferrotech.com

PART I

(Rs. In Lacs)

Statement of Unaudited Financial Results for the Quarter/ Half Year Ended September 30, 2014

Particulars	Three months ended 30.09.2014	Preceding Three months ended 30.06.2014	Corresponding Three months ended 30.09.2013 in the Previous Year	Half Year ended 30.09.2014	Corresponding Half Year ended 30.09.2013	Previous year ended 31.03.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from Operations						
a) Net Sales/Income from Operations (Net of excise duty)	51,847	42,856	70,892	94,703	1,28,159	2,44,363
b) Other Operating Income	559	539	1,247	1,098	2,458	4,267
Total Income from Operations (net)	52,406	43,395	72,138	95,801	1,30,616	2,48,630
2 Expenses						
a) Cost of materials consumed	27,018	28,453	37,860	55,471	67,000	1,27,182
b) Purchase of Stock-in-Trade	14,686	7,787	18,274	22,473	23,030	49,757
c) Changes in inventories of finished goods, work-in-progress and stock -in-trade	1,646	(3,359)	632	(1,713)	(1,344)	3,015
d) Employee benefits expense	677	562	578	1,239	1,159	2,449
e) Depreciation and amortisation expense	650	654	760	1,304	1,508	3,007
f) Power	9,477	9,744	12,253	19,221	24,883	46,255
g) Other Expenses	5,607	4,776	6,552	10,383	14,438	27,680
Total Expenses	59,761	48,617	76,908	1,08,378	1,30,673	2,59,346
3 Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2)	(7,355)	(5,222)	(4,769)	(12,577)	(56)	(10,716)
4 Other Income	94	437	205	531	497	822
5 Profit/(Loss) from ordinary activities before finance costs and exceptional items(3+4)	(7,261)	(4,785)	(4,564)	(12,046)	441	(9,894)
6 Finance costs	4,745	4,871	4,179	9,616	8,257	16,611
7 Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(12,006)	(9,656)	(8,743)	(21,662)	(7,816)	(26,505)
8 Less: Exceptional items	-	-	-	-	-	-
9 Profit/(Loss) from Ordinary Activities before tax (7-8)	(12,006)	(9,656)	(8,743)	(21,662)	(7,816)	(26,505)
10 Tax expense						
- Current Tax	-	-	(194)	-	-	-
- Mat Credit Entitlement	-	-	41	-	-	1,897
- Deferred Tax	-	-	(2,547)	-	(2,392)	(5,541)
Total Tax Expense	-	-	(2,700)	-	(2,392)	(3,645)
11 Net Profit/(Loss) from Ordinary Activities after tax (9-10)	(12,006)	(9,656)	(6,042)	(21,662)	(5,423)	(22,860)
12 Extraordinary items	-	-	-	-	-	-
13 Net Profit/(Loss) for the period (11-12)	(12,006)	(9,656)	(6,042)	(21,662)	(5,423)	(22,860)
14 Paid-up equity share capital (Face Value of Rs. 10/- per Share)	11,378	11,378	11,378	11,378	11,378	11,378
15 Reserves excluding Revaluation Reserves						46,580
16 Earnings per share of Re 10 per share (Not Annualised)						
Basic:	(10.55)	(8.49)	(5.31)	(19.04)	(4.77)	(20.09)
Diluted:	(10.55)	(8.49)	(5.31)	(19.04)	(4.77)	(20.09)



PART II

Select Information for the Quarter ended September 30, 2014				
Particulars	Three months ended 30.09.2014	Preceding Three months ended 30.06.2014	Corresponding Three months ended 30.09.2013	Previous year ended 31.03.2014
PARTICULARS OF SHAREHOLDING				
Public Shareholding				
- Number of Shares	3,18,58,281	3,18,58,281	3,18,58,281	3,18,58,281
- Percentage of shareholding	28.00%	28.00%	28.00%	28.00%
Promoters and Promoter Group Shareholding				
(a) Pledged/Encumbered				
- Number of Shares	Nil	Nil	Nil	Nil
- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
- Percentage of shares(as a % of the total share capital of the company)	Nil	Nil	Nil	Nil
(b) Non-encumbered*				
- Number of Shares	8,19,17,842	8,19,17,842	8,19,17,842	8,19,17,842
- Percentage of shares(as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
- Percentage of shares(as a % of the total share capital of the company)	72.00%	72.00%	72.00%	72.00%

* in the process of creating pledge.

PARTICULARS	Three months ended 30.09.2014
INVESTORS COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	-
Disposed of during the quarter	-
Remaining unresolved at the end of the quarter	Nil

Segment wise Revenue, Results and Capital Employed under clause 41 of the Listing Agreement.

(Rs. In Lacs)

SL	Particulars	Three months ended 30.09.2014	Preceding Three months ended 30.06.2014	Corresponding Three months ended 30.09.2013	Half Year ended 30.09.2014	Corresponding Half Year ended 30.09.2013	Year ended 31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
	a) Ferro Alloys	27,485	26,926	38,611	54,411	80,340	1,51,921
	b) Iron & Steel	29,085	20,775	36,558	49,860	56,930	1,11,146
	Total	56,570	47,701	75,169	1,04,271	1,37,270	2,63,067
	Less: Inter Segment Revenue	4,165	4,306	3,031	8,471	6,654	14,437
	Total Income From Operations (net)	52,406	43,395	72,138	95,801	1,30,616	2,48,630
2	Segment Results						
	Profit before Finance Costs & Tax						
	a) Ferro Alloys	(5,548)	(2,761)	(5,514)	(8,309)	(2,474)	(11,549)
	b) Iron & Steel	(1,733)	(2,041)	949	(3,774)	2,913	1,587
	c) Un-allocated	20	18	1	38	2	69
	Total Segment Profit before Finance Costs and Tax	(7,262)	(4,785)	(4,564)	(12,046)	441	(9,894)
	Less: Finance Costs	4,745	4,871	4,179	9,616	8,257	16,611
	Less: Exceptional Items	-	-	-	-	-	-
	Profit/(Loss) before tax	(12,007)	(9,656)	(8,743)	(21,662)	(7,816)	(26,505)
3	Capital employed (Segment assets-Segment liabilities)						
	a) Ferro Alloys	1,90,495	1,94,901	1,91,680	1,90,495	1,91,680	1,90,849
	b) Iron & Steel	54,019	49,162	32,248	54,019	32,248	50,082
	c) Un-allocated	7,222	7,211	5,775	7,222	5,775	7,174
	Total Capital Employed	2,51,736	2,51,274	2,29,703	2,51,736	2,29,703	2,48,105



[Handwritten Signature]
 Ferro-Tec
 10, C. R. Avenue
 Kolkata

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lacs)

PARTICULARS	UNAUDITED	AUDITED
	30.09.14	31.03.14
<u>EQUITY AND LIABILITIES</u>		
Shareholders' Funds		
(a) Share Capital	11,378	11,378
(b) Reserves & Surplus	24,704	46,580
	36,082	57,958
Non-Current Liabilities		
(a) Long-Term Borrowings	1,38,664	1,29,600
(b) Other Long-Term Liabilities	1,570	2,181
	1,40,234	1,31,782
Current Liabilities		
(a) Short-Term Borrowings	77,254	61,173
(b) Trade Payables	31,582	23,204
(c) Other Current Liabilities	19,190	18,274
(d) Short Term Provisions	871	871
	1,28,897	1,03,522
TOTAL- EQUITY & LIABILITIES	3,05,212	2,93,261
<u>ASSETS</u>		
Non-Current Assets		
(a) Fixed Assets	1,13,220	1,08,571
(b) Non Current Investments	7,725	7,725
(c) Long-Term Loans & Advances	11,963	13,251
	1,32,907	1,29,548
Current Assets		
(a) Inventories	79,816	78,836
(b) Trade Receivables	62,287	47,177
(c) Cash And Bank Balances	1,566	3,323
(d) Short- Term Loans & Advances	22,141	26,845
(e) Other Current Assets	6,494	7,532
	1,72,305	1,63,714
TOTAL	3,05,212	2,93,261

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 14, 2014. The statutory auditors of the Company have carried out a limited review of the above results.
- Pursuant to the Companies Act 2013 (the Act), becoming effective from April 1, 2014, the Company has re-worked depreciation with reference to the estimated useful lives of fixed assets prescribed under Schedule II to the Act or useful life of fixed assets as per technical evaluation. As a result depreciation is lower by Rs. 201.44 lacs for the period ended September 30, 2014. Further, based on the transitional provision in Note 7(b) of Schedule II, an amount of Rs. 249.45 lacs has been adjusted against retained earnings.
- The Company's financial performance for the period has been adversely affected mainly due to increase in cost of raw materials without corresponding increase in sales realisation, continued global market recession and delay in release of working capital finance by the lenders as per the CDR package approved by the Corporate Debt Restructuring Empowered Group Cell vide its Letter of Approval dated March 28, 2014.
- The Company is in the process of setting up an additional Sub Merged Arc Furnace of 33MVA and a Captive Power Plant at its Jajpur Unit. The same were scheduled to be completed by September 30, 2014. The completion is delayed for the reason of non delivery of certain equipments from the vendors in time. The management expects to complete the same by March 31, 2015.
- Pursuant to CDR Package, the Company has received unsecured loans amounting to Rs. 68.19 crores from promoter companies as promoter's contribution, to be converted into equity by March 31, 2015, at such price as will be determined in accordance with the SEBI (Issue of Capital and Disclosure Requirements) Regulations.
- In view of loss during the period, and as a matter of prudence deferred tax asset has not been recognised.
- The figures of the previous year/ period have been regrouped/ reclassified, wherever necessary to conform to the classification for the period ended September 30, 2014.

Place: Kolkata

Dated: 14th November, 2014



On behalf of the Board of Directors

 Rohit Patni
 Managing Director