


B S R & Company
Chartered AccountantsLodha Excelus
1st Floor, Apollo Mills Compound
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Mahalakshmi
Mumbai - 400 011
IndiaTelephone +91(22) 3989 6000
Fax +91(22) 3090 2511**Review report****To the Board of Directors of
Hikal Limited**

- 1 We have reviewed the accompanying statement of un-audited financial results ('the Statement') of Hikal Limited ('the Company') for the quarter ended 30 June 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. Attention is drawn to the fact that the figures for the three months ended 31 March 2013 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit. 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.
- 2 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.
- 3 *As more fully explained in note no. 2 to the Company's statement of un-audited financial results, the Company has not provided for a "mark-to-market" loss on derivative contracts/receivables aggregating to Rs 1,679 lakhs as at 30 June 2013 (30 June 2012: Rs 4,673 lakhs) and for the exchange difference on working capital loans aggregating to Rs 840 lakhs as at 30 June 2013 (30 June 2012: Rs 750) for the reasons stated by the management in the said note. Consequently, without considering the tax effect, the profit before tax for the quarter and capital employed as at 30 June 2013 are overstated by Rs 2,519 lakhs (30 June 2012: Rs 5,423 lakhs).*
- 4 Based on our review conducted as above, *except for our comments in paragraph 3 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 the accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 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 **B S R & Company**
Chartered Accountants
Firm's Registration No : 128032W


Vijay Bhatt
Partner

Mumbai
7 August 2013

Membership No: 036647



Statement of Unaudited results
for the quarter ended June 30, 2013

Rs. In Lacs (Except for per share data)

	Quarter ended		Year ended	
	Unaudited 30th June 2013	Audited 31st March 2013	Unaudited 30th June 2012	Audited 31st March 2013
Sales / income from operations	18,315	19,015	16,659	66,508
Less: Excise duty	68	51	133	466
Net sales / income from operations	18,247	18,964	16,526	66,042
Total expenditure				
a) Cost of materials and utilities consumed	10,317	9,142	9,638	36,188
b) Purchases of stock- in- trade	-	-	-	-
c) Change in inventories of finished goods and work in progress	360	994	(829)	(1155)
d) Employee benefits expense	1,896	2,103	1,592	7,018
e) Depreciation and amortisation expenses	1,338	1,288	1,178	4,906
f) Other expenses	1,441	1,792	1,606	6,310
Total expenditure	15,352	15,319	13,185	53,267
Profit from operations before other income, interest and impact of forward contracts	2,895	3,645	3,341	12,775
Other income (Refer note no.3 below)	3,311	68	33	630
Profit before interest and impact of forward contracts	6,206	3,713	3,374	13,405
Finance cost	1,505	1,355	1,277	5,229
Profit from ordinary activities before tax and impact of forward contracts	4,701	2,358	2,097	8,176
- Exchange loss (Refer note no.2 below)	20	1,080	1,537	4,843
Profit from ordinary activities before tax	4,681	1,278	560	3,333
Provision for taxation				
-Current taxes	981	214	122	625
-Minimum Alternate Tax credit	(981)	(214)	(122)	(625)
-Deferred tax	1019	353	50	782
Net profit after tax	3,662	925	510	2,551
Paid-up equity share capital	1,644	1,644	1,644	1,644
Reserves excluding revaluation reserves				32,694
Earnings per share (face value Rs.10/-)				
- Basic	22.27	5.63	3.10	15.52
- Diluted	22.27	5.63	3.10	15.52
- Cash	30.41	13.46	10.27	45.36
A. PARTICULARS OF HOLDINGS				
Public shareholding				
- No of shares	51,24,398	51,25,798	51,25,963	51,25,798
- Percentage of shareholding	31.17%	31.18%	31.18%	31.18%
Promoters and promoter group shareholding				
a) Pledged / Encumbered				
- No of shares	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b) Non-encumbered				
- No of shares	1,13,15,702	1,13,14,302	1,13,14,137	1,13,14,302
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	68.83%	68.82%	68.82%	68.83%

B. INVESTOR COMPLAINTS

June 30, 2013

Pending at the beginning of the quarter	0
Received during the quarter	1
Disposed off during the quarter	0
Remaining unresolved at the end of the quarter	1

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting on August 7, 2013
2. The Company has entered into swap contracts against long term loans which will mature year on year upto August 2015. The Company is of the opinion that the "Mark to Market" loss of these transactions represent unrealised losses that are notional in nature. The gain/ loss on these transactions will be recognised as and when they fall due. The mark to market loss on June 30, 2013 on these swap contracts not recognised in profit and loss amounts to Rs. 1,679 ((Previous year as on June 30, 2012 Rs. 4,673 lacs including outstanding options and forward contracts which are matured and accounted in subsequent periods). Further, due to extant volatility in foreign currency rates the exchange difference of Rs. 840 lacs as on June 30, 2013 (corresponding previous period as on June 30, 2012 Rs. 750 lacs) on outstanding short term working capital loans, will be accounted at the rate prevailing on the date of payment .
3. The Company at its extra ordinary general meeting held on May 17, 2013 decided to cancel / rescind the ESOP Scheme. Consequently, Rs 3,282 lacs in the trust was received by the Company and accounted as other income. This will ensure compliance of the SEBI circular no CIR/CFD/DIL/3/2013 dated January 17, 2013.
4. The figures for the three months ended March 31, 2013 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. The results for the quarter ended June 30, 2013 have been subjected to a "Limited Review" by the Statutory Auditors of the Company. The limited review report has been modified with respect to note no.2 above. The limited review report will be filed with the stock exchanges and will be available on the Company's web site - www.hikal.com.

For HIKAL LTD



Jai Hiremath
Chairman &
Managing Director

Place : Mumbai
Date : August 7, 2013

HIKAL LTD

Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.

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Segment wise revenue , results and capital employed
for the quarter ended June 30, 2013

	Quarter ended		Rs. In lacs	
	Unaudited 30th June 2013	Audited 31st March 2013	Unaudited 30th June 2012	Year Ended Audited 31st March 2013
1. Segment Revenue				
a) Pharmaceuticals	11,877	10,700	9,595	37,161
b) Crop protection products	6,370	8,264	6,931	28,881
Total	18,247	18,964	16,526	66,042
Less: Inter segment revenue	-	-	-	-
Net sales/income from operations	18,247	18,964	16,526	66,042
2. Segment Results				
Profit before interest and tax				
a) Pharmaceuticals	2,007	3,021	2,515	10,269
b) Crop protection products	1,419	1,082	1,316	4,643
Total	3,426	4,103	3,831	14,912
Less :				
i) Interest	1,505	1,355	1,277	5,229
ii) Other un-allocable expenditure	551	1,521	2,027	6,463
Add:				
i) Other un-allocable income	3,311	51	33	113
Profit before tax	4,681	1,278	560	3,333
3. Capital employed				
a) Pharmaceuticals	66,283	66,704	60,909	66,704
b) Crop protection products	29,464	27,493	27,961	27,493
c) Unallocated capital	(46,979)	(49,072)	(45,247)	(49,072)
Total	48,768	45,125	43,623	45,125

For HIKAL LTD

Jai Hiremath
Chairman &
Managing Director

Place : Mumbai

Date : August 7, 2013

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