

AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF DCM SHRIRAM CONSOLIDATED LIMITED

1. We have reviewed the accompanying statement of Unaudited Financial Results of **DCM Shriram Consolidated Limited** ("the Company") for the quarter ended June 30, 2012 ("the Statement"). 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 the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatements. 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 opinion.
3. As per the policy followed by the Company for preparation of quarterly results, the sugar off-season expenditure amounting to Rs. 11.85 crores for the quarter ended June 30, 2012 has been deferred for inclusion in the cost of sugar to be produced in the remaining part of the financial year. As a result loss after tax for the quarter is lower by Rs. 11.59 crores (Refer Note 1).
4. Based on our review conducted as stated above, except for the matter referred to in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Management.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration No. 015125N)



Jaideep Bhargava
Partner
Membership No. 90295



Place: Gurgaon
Date: 26th July 2012

DCM SHRIRAM CONSOLIDATED LIMITED

Regd. Office : 5th Floor, Kanchenjunga Building, 18, Barakhamba Road, New Delhi - 110 001

UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2012

(Rs. in Crores)

PARTICULARS	Quarter Ended			Year Ended
	30.06.2012	31.03.2012	30.06.2011	31.03.2012
	(1)	(2)	(3)	(4)
	Unaudited	Unaudited	Unaudited	Audited
Gross Sales	1,468.76	1,343.90	1,243.98	5,120.82
Less : Excise Duty	59.43	53.69	47.05	197.15
Net Sales/ Income from operations	1,409.33	1,290.21	1,196.93	4,923.67
Other Operating Income	3.17	5.90	9.48	32.03
Total Income from operations	1,412.50	1,296.11	1,206.41	4,955.70
Expenses				
(a) Cost of materials consumed	240.61	876.67	224.09	1,728.67
(b) Purchases and related cost - stock-in-trade	415.35	282.70	415.98	1,727.21
(c) Changes in inventories of finished goods, work in progress and stock-in-trade	195.37	(407.93)	86.69	(327.81)
(d) Employee benefits expense	93.03	89.90	84.27	355.54
(e) Depreciation and amortisation expense	37.30	38.04	38.48	154.07
(f) Power, fuel etc.	142.19	141.65	148.63	565.94
(g) Other expenses	199.35	204.73	166.70	604.09
(h) Cost of own manufactured goods capitalised	(0.02)	(0.04)	(0.01)	(0.09)
Total Expenses	1,323.18	1,225.72	1,164.83	4,807.62
Profit from operations before other income, finance costs , exceptional items and tax	89.32	70.39	41.58	148.08
Other Income	8.27	12.08	6.76	29.89
Profit before finance costs, exceptional items and tax	97.59	82.47	48.34	177.97
Finance costs	42.56	36.71	38.51	157.56
Profit before exceptional items and tax	55.03	45.76	9.83	20.41
Exceptional Items (refer note 2)	(56.32)	-	-	(38.06)
Profit/(loss) before tax	(1.29)	45.76	9.83	(17.65)
Provision for taxation	(0.02)	11.07	1.75	(3.39)
Net Profit/(loss)	(1.27)	34.69	8.08	(14.26)
Profit before interest, depreciation, tax and exceptional items (EBIDTA)	134.89	120.51	86.82	332.04
Cash Profit before exceptional items	92.33	83.80	48.31	174.48
Paid-up Equity Share Capital (face value of each share - Rs. 2)	33.34	33.34	33.34	33.34
Reserves excluding revaluation reserve				1,206.41
Basic/Diluted - EPS (Rs. per equity share)				
- Before exceptional items	3.24	2.09	0.49	0.99
- After exceptional items	(0.08)	2.09	0.49	(0.86)

PARTICULARS OF SHAREHOLDING				
(1) Public shareholding				
- Number of Shares	63335196	64471784	70390155	64471784
- Percentage of shareholding	38.18%	38.86%	42.43%	38.86%
(2) Promoters and Promoter Group Shareholding				
(a) Pledged / Encumbered				
- Number of Shares	11000000	11000000	Nil	11000000
- % of the total shareholding of promoter and promoter group	10.72%	10.84%	Nil	10.84%
- % of the total share capital of the company	6.63%	6.63%	Nil	6.63%
(b) Non-encumbered				
- Number of Shares	91568124	90431536	95513165	90431536
- % of the total shareholding of promoter and promoter group	89.28%	89.16%	100.00%	89.16%
- % of the total share capital of the company	55.19%	54.51%	57.57%	54.51%

INVESTOR COMPLAINTS	Quarter ended 30.06.2012
Pending at the beginning of the quarter	Nil
Received during the quarter	21
Disposed off during the quarter	21
Remaining unresolved at the end of the quarter	Nil



PARTICULARS	Quarter Ended			Year Ended
	30.06.2012	31.03.2012	30.06.2011	31.03.2012
	(1)	(2)	(3)	(4)
	Unaudited	Unaudited	Unaudited	Audited
A. Segment Revenue				
Fertiliser	136.65	132.83	129.44	503.60
Farm Solutions	297.96	309.99	212.63	1,087.70
Bioseed	237.73	93.13	155.28	308.05
Sugar	279.67	278.93	211.12	907.94
Hariyali Kisaan Bazaar	213.41	183.09	202.39	853.41
Chloro-Vinyl	278.25	261.37	252.82	1,009.68
Cement	37.58	40.64	35.21	140.66
Others	76.43	81.90	91.33	347.35
Total	1,557.68	1,381.88	1,290.22	5,158.39
Less: Inter segment revenue	145.18	85.77	83.81	202.69
Total	1,412.50	1,296.11	1,206.41	4,955.70
B. Segment Results				
Profit/(loss) (before unallocated expenditure, finance cost and tax)				
Fertiliser	7.77	8.06	10.00	20.03
Farm Solutions	14.86	6.25	13.45	58.08
Bioseed	33.86	3.24	18.08	31.61
Sugar	(3.92)	36.65	(8.07)	30.63
Hariyali Kisaan Bazaar	(20.11)	(18.79)	(19.24)	(105.22)
Chloro-Vinyl	72.99	54.77	39.58	178.18
Cement	6.43	3.79	6.22	15.06
Others	(6.76)	(7.06)	(3.82)	(15.94)
Total	105.12	86.91	56.20	212.43
Less:				
i) Finance cost	42.56	36.71	38.51	157.56
ii) Other unallocable expenditure net off unallocated income	7.53	4.44	7.86	34.46
iii) Exceptional Items (refer note 2)	56.32	-	-	38.06
Profit/(loss) before Tax	(1.29)	45.76	9.83	(17.65)
C. Segment Capital Employed				
Fertiliser	148.02	263.63	169.24	263.63
Farm Solutions	309.71	227.51	199.08	227.51
Bioseed	92.41	79.13	42.83	79.13
Sugar	1,253.28	1,128.06	1,090.57	1,128.06
Hariyali Kisaan Bazaar	258.95	386.26	500.59	386.26
Chloro-Vinyl	601.07	582.89	693.56	582.89
Cement	23.28	25.12	31.10	25.12
Others	209.55	220.28	236.38	220.28
Total	2,896.27	2,912.88	2,963.35	2,912.88



NOTES TO STANDALONE RESULTS:

1. In accordance with the accounting policy consistently followed by the Company for interim results, the off-season expenditure aggregating Rs. 11.85 crores (corresponding previous quarter – Rs. 11.80 crores) has been deferred for inclusion in the cost of sugar to be produced in the remaining part of the financial year.
2. Exceptional items represents:
 - (a) Current quarter: Charge on account of provisions for impairment losses on assets and expenses consequent to Company's decision to restructure and rationalize Hariyali Kisaan Bazaar's operations to restrict its activities to profitable product lines only.
 - (b) Financial Year 2011-12: Differential cane price for the sugar season 2007-08 accounted for pursuant to the Hon'ble Supreme Court Order.
3. Previous period figures have been recast, wherever necessary.
4. The above results were approved and taken on record by the Board of Directors in their meeting held on July 26, 2012

Limited Review

The Limited Review, as required under Clause 41 of the Listing Agreement has been completed by the Statutory Auditors. The Limited Review Report for the quarter ended June 30, 2012 does not have any impact on the above Results and Notes in aggregate except in respect of matter explained in note 1 above.

Place: New Delhi
Date: July 26, 2012

For and on behalf of the Board

AJAY S. SHRIRAM
Chairman & Senior Managing Director

