

**M. L. BHUWANIA & CO.**  
Chartered Accountants

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**LIMITED REVIEW REPORT**

The Board of Directors,  
**M/s. DONEAR INDUSTRIES LIMITED**  
Donear House, 8<sup>th</sup>, Floor,  
Plot No A-50, Road No 1, M.I.D.C.  
ANDHERI (E), MUMBAI 400 093.

We have reviewed the accompanying statement of unaudited financial results of **M/s. DONEAR INDUSTRIES LIMITED** for the quarter ended 30<sup>th</sup> 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) 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 and other recognized 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 M. L. BHUWANIA & CO.  
Chartered Accountants  
Firm Registration No. 101484W



Vijay Kumar Jain  
Partner  
Membership No. 108374  
Place: Mumbai  
Date: 14/11/2014



**DONEAR INDUSTRIES LIMITED**  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2014**

Sr. No	Particulars	Quarter Ended			Six Months Ended			Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	
1	Income from operations (a) Net Sales/Income from Operations (Net of excise duty) (b) Other Operating Income Total Income from operations (net)	12,715.30 1,162.22 12,287.88	12,715.30 1,162.22 12,287.88	11,983.21 1,115.70 12,998.91	24,886.16 2,188.56 25,155.33	22,048.65 2,188.56 22,288.19	46,728.31 509.69 47,237.99	
2	Expenses (a) Cost of Materials Consumed (b) Purchase of stock-in-trade (c) Changes in Inventories of finished goods and work-in-progress (d) Employees benefits expenses (e) Depreciation & amortisation expense (f) Other Expenses	5,888.28 972.07 (766.24) 1,233.30 583.27 3,846.29	4,888.57 664.31 (1,614.94) 1,110.41 583.22 3,295.30	5,348.01 1,641.43 (798.15) 1,138.68 528.46 3,095.30	10,885.86 2,698.19 (1,991.54) 2,463.71 1,178.89 8,114.97	10,323.62 2,698.19 (1,810.54) 2,143.72 1,038.42 8,813.29	20,518.82 5,161.23 (1,810.54) 4,473.91 2,180.65 14,041.56	
3	Total Expenditures Profit / (Loss) from Operations before Other Income, finance costs and exceptional items (1-2)	11,517.98 706.16	12,078.13 798.72	11,488.88 1,298.82	21,848.11 638.23	21,848.11 1,298.82	44,585.82 1,238.38	
4	Other Income	211.34	129.82	103.73	341.16	209.93	557.12	
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	920.44	928.54	738.98	1,848.98	1,449.22	3,239.48	
6	Finance costs	778.48	764.21	677.97	1,562.68	1,417.41	2,955.61	
7	Exceptional items (5-6)	141.96	164.33	62.84	386.29	31.81	282.78	
8	Exceptional items	-	167.42	-	167.42	-	282.78	
9	Profit / (Loss) from Ordinary Activities before tax (7+8)	141.96	331.75	62.84	473.24	31.81	282.78	
10	Tax Expense	34.97	61.71	23.85	127.01	(69.51)	(69.51)	
11	Net Profit / (Loss) from Ordinary Activities after tax (9-10)	106.99	269.57	143.75	346.23	194.31	372.80	
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-	
13	Net Profit / (Loss) for the period (11-12)	106.99	269.57	143.75	346.23	194.31	372.80	
14	Reserve Excluding Revaluation Reserve (Face Value Rs. 2 each)	1,040.00	1,040.00	1,040.00	1,040.00	1,040.00	5,542.88	
15	Earnings Per Share (Before Extraordinary items)	0.21	0.76	0.28	0.97	0.30	0.72	
16(i)	(a) Basic	0.21	0.76	0.28	0.97	0.30	0.72	
16(ii)	(b) Diluted	0.21	0.76	0.28	0.97	0.30	0.72	
16(iii)	Earnings Per Share (After Extraordinary items)	0.21	0.76	0.28	0.97	0.30	0.72	

Sr. No	Particulars of Shareholding	Quarter Ended			Six Months			Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	
A	Particulars of Shareholding - Number of Shares - Percentage of Holding	1,30,01,802 25.07%	1,30,01,802 25.07%	1,30,01,802 25.07%	1,30,01,802 25.07%	1,30,01,802 25.07%	1,30,01,802 25.07%	
2	Promoter and Promoter group shareholding: (a) Pledged/Encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) Percentage of Shares (as a % of the total share capital of the company) (b) Non - Encumbered - Number of Shares - Percentage of Shares (as a % of the total shareholding of promoter and promoter group) Percentage of Shares (as a % of the total share capital of the company)	48,000 0.10% 0.08% 74.92%	40,000 0.10% 0.08% 74.92%	40,000 0.10% 0.08% 74.92%	40,000 0.10% 0.08% 74.92%	40,000 0.10% 0.08% 74.92%	40,000 0.10% 0.08% 74.92%	

Particulars	Quarter Ended 30.09.2014
<b>B INVESTOR COMPLAINTS</b>	
Pending at the beginning of the quarter	Nil
Received during the quarter	5
Disposed of during the quarter	5
Remaining unreserved at the end of the quarter	Nil

**STATEMENT OF ASSETS AND LIABILITIES AS AT 30.09.2014**

PARTICULARS	As at 30.09.2014		As at 31.03.2014	
	Audited	(Rs. in Lakhs)	Audited	Audited
<b>A EQUITY AND LIABILITIES</b>				
1 Shareholder's funds	1,040.00	1,040.00	6,073.57	6,542.88
Share Capital	6,073.57	6,542.88	6,073.57	6,542.88
Reserves and Surplus	-	-	-	-
2 Non-Current Liabilities	2,778.50	4,663.11	1,790.16	1,459.70
Long - term borrowings	-	-	-	-
Other Long - term liabilities	2,778.50	4,663.11	1,790.16	1,459.70
3 Current liabilities	4,568.66	6,122.81	4,568.66	6,122.81
Sub-total - Non-Current Liabilities	-	-	-	-
Current liabilities	23,901.90	24,528.96	4,338.66	3,567.66
Short term borrowings	4,338.66	2,557.66	3,724.96	2,668.71
Trade payables	3,724.96	2,557.66	207.69	223.09
Other current liabilities	207.69	30,489.42	32,193.34	30,489.42
Short - term provisions	1,790.16	1,459.70	43,815.57	43,195.11
Sub-total - Current Liabilities	23,901.90	24,528.96	4,338.66	3,567.66
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>43,815.57</b>	<b>43,195.11</b>	<b>43,815.57</b>	<b>43,195.11</b>
<b>B ASSETS</b>				
1 Non-Current Assets	9,818.39	10,935.18	52.71	64.06
Fixed assets	1,294.60	994.46	98.40	98.40
(i) Tangible Assets	1,139.82	1,000.67	1,160.49	828.10
(ii) Intangible Assets	154.78	983.81	-	-
2 Current Assets	13,563.87	13,880.87	13,563.87	13,880.87
Trade receivables	16,156.74	16,793.69	12,245.36	10,391.27
Inventory	314.96	547.66	675.28	575.25
Cash & cash equivalents	859.36	1,006.17	-	-
Short term - loans and advances	-	-	-	-
Other current assets	-	-	-	-
Sub-total - Current Assets	30,251.70	29,314.24	43,815.57	43,195.11
<b>TOTAL ASSETS</b>	<b>43,815.57</b>	<b>43,195.11</b>	<b>43,815.57</b>	<b>43,195.11</b>

- Notes:-**
- The above unaudited results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th November, 2014.
  - The Company is engaged in the business of leathers and hence there is no reportable segment.
  - The Statutory Auditors of the Company have carried out the Limited Review of the above unaudited financial results.
  - Exceptional items for the quarter ended 30th June, 2014 represents surrender value of keyman insurance policy assigned.
  - Consequent to the enactment of the Companies Act 2013 (The Act) and its applicability for accounting periods commencing after 1st April 2014, the Company has re-worked depreciation with reference to the estimated economic lives of Fixed Assets prescribed by Schedule II of the Act. In case of any asset whose life is completed as at 1st April 2014, the carrying value (net of residual value) amounting to Rs.31.88 Lakhs has been adjusted to the Retained Earnings (net of deferred tax impact of Rs.15.31 Lakhs) and in other cases the carrying value has been depreciated over the remaining life of the assets. As a result the charge for depreciation is higher by Rs.274.25 Lakhs for the Six Months ended 30th September, 2014 and Rs. 141.02 Lakhs for the quarter ended 30th September, 2014. Previous periods figures have been regrouped/rearranged wherever necessary to make them comparable with those of the current period.



By order of the Board  
 For DONEAR INDUSTRIES LIMITED  
 Rajendra Agarwal  
 Managing Director

Place : Mumbai  
 Date : 14th November, 2014