

AUDITOR'S LIMITED REVIEW REPORT

To The Board of Directors,

We have reviewed the accompanying statement of unaudited financial results **M/s Sterling Tools Limited**, Registered Office- K-40, Connaught Circus, New Delhi-110001 for the period ended **31st December, 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/committee of 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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 **S.R.DINODIA & CO. LLP.**
CHARTERED ACCOUNTANTS,
REGN. NO. 001478N/N500005



(**NUTAN JAIN**)
PARTNER
M.No. 092332



PLACE: NEW DELHI
DATED: **13 FEB 2015**



STERLING TOOLS LIMITED

Regd. Office: K-40, CONNAUGHT CIRCUS, NEW DELHI-110001

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2014

PART I		(₹ in Lacs)					
SL. NO	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	(AUDITED)
1.	Income from Operations						
	(a) Net Sales / Income from Operations (Net of excise duty)	8,616.25	8,277.06	7,224.65	24,240.81	21,080.07	29,455.81
	(b) Other Operating Income	196.63	213.71	175.14	553.37	516.66	680.14
	TOTAL INCOME (a+b)	8,812.88	8,490.77	7,399.79	24,794.18	21,596.73	30,135.95
2.	Expenses						
	a) Cost of material consumed	4,079.24	3,767.34	3,010.45	11,141.05	9,218.41	12,601.18
	b) Purchase of stock in trade	0.00	0.00	0.00	0.00	0.00	0.00
	c) Change in inventories of finished goods ,work-in-progress and stock in trade	(243.97)	(201.64)	128.24	(700.33)	(206.88)	453.98
	d) Employee benefits expenses	618.97	654.96	638.49	1,954.78	2,044.31	2,607.60
	e) Depreciation and amortization expenses	295.86	278.53	258.09	847.06	757.19	1,029.84
	f) Other Expenses	3,230.88	3,146.74	2,540.69	8,914.11	7,321.44	10,297.18
	Total Expenses	7,980.98	7,645.93	6,575.96	22,156.67	19,134.47	26,989.78
3.	Profit from Operations before Other Income, finance costs and Exceptional Items (1-2)	831.91	844.84	823.83	2,637.52	2,462.26	3,146.17
4.	Other Income	42.53	27.55	27.85	81.40	44.72	45.83
5.	Profit from ordinary items before finance costs and Exceptional Items (3+4)	874.44	872.39	851.68	2,718.92	2,506.98	3,192.00
6.	Finance costs	207.69	172.60	188.74	552.85	644.11	813.31
7.	Profit form ordinary activities after finance costs but before Exceptional Items (5-6)	666.75	699.79	662.94	2,166.07	1,862.87	2,378.69
8.	Exceptional Items	(20.51)	(1.55)	(27.15)	(92.80)	(49.57)	42.08
9.	Profit from Ordinary Activities before Tax (7+8)	646.24	698.24	635.79	2,073.27	1,813.30	2,420.77
10.	Tax Expenses	226.42	216.64	217.94	695.03	599.06	858.35
11.	Net Profit from Ordinary Activities after Tax (9-10)	419.82	481.60	417.85	1,378.24	1,214.24	1,562.42
12.	Extraordinary Items (net of tax expense ₹ Nil)	0.00	0.00	0.00	0.00	0.00	0.00
13.	Net Profit after taxes (11-12)	419.82	481.60	417.85	1,378.24	1,214.24	1,562.42
14.	Paid-up equity share capital (Face value of ₹ 10/- each)	684.46	684.46	684.46	684.46	684.46	684.46
15.	Reserves excluding Revaluation Reserve						9373.07
16.	Earnings per share(Face value of ₹ 10/- Each)						
	i) Before Extraordinary items						
	– Basic	6.13	7.04	6.10	20.14	17.74	22.83
	– Diluted	6.13	7.04	6.10	20.14	17.74	22.83
	j) After Extraordinary items						
	– Basic	6.13	7.04	6.10	20.14	17.74	22.83
	– Diluted	6.13	7.04	6.10	20.14	17.74	22.83

PART-II SELECT INFORMATION FOR THE QUARTER ENDED 31.12.2014

Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
A. PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
– Number of Shares	2,043,365	2,043,365	2,052,062	2,043,365	2,052,062	2,049,725
– Percentage of Shareholding	29.85	29.85	29.98	29.85	29.98	29.95
2 Promoters and promoters Group shareholding						
a) Pledged/Encumbered						
– Number of Shares	0	0	0	0	0	0
– Percentage of share (as a % of the total shareholding of promoter and promoter group)	0	0	0	0	0	0
– Percentage of share (as a % of the total share capital of the company)	0	0	0	0	0	0
b) Non-encumbered						
– Number of Shares	4,801,235	4,801,235	4,792,538	4,801,235	4,792,538	4,794,875
– Percentage of share (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
– Percentage of share (as a % of the total share capital of the company)	70.15	70.15	70.02	70.15	70.02	70.05
B. INVESTOR COMPLAINTS						
Pending at the beginning of the Quarter				1		
Received during the Quarter				Nil		
Disposed of during the quarter				Nil		
Remaining unresolved at the end of the quarter				1		

NOTES:

- The above results were reviewed by the Audit Committee and then approved by the Board of Directors at their meeting held on 13th February, 2015.
- The Statutory Auditors have carried out the "Limited Review" of the Financial Results for the Quarter Ended 31st December, 2014.
- The Company operates only in one segment.
- Previous period figures have been regrouped/rearranged wherever necessary.
- During the period, the Company has revised depreciation rate on certain fixed assets as per the useful life specified in the Companies Act, 2013. In case of any asset whose whole life has completed as above, the carrying value, net of residual value, as at April 1st, 2014 has been adjusted to the Retained earnings and in the other cases the carrying value has been depreciated over the remaining life of the assets and recognised in the Statement of Profit & Loss. As a result depreciation of ₹ 74.45 lacs on account of assets whose useful life is already exhausted as on 01/04/2014 and deferred tax of ₹ 25.31 lacs thereon have been adjusted to Retained Earnings. Had there not been any change in useful life of assets, depreciation for the quarter ended December 31, 2014 and for nine months ended December 31, 2014 would have been lower by ₹ 19.66 and ₹ 79.06 respectively
- Tax expenses for the period ended 31.12.2014 is net of reversal of excess provision related to earlier years of ₹ 37.63 lacs

for and on behalf of the Board of Directors

-Sd-

Anil Aggarwal
Managing Director

Place: Faridabad
Date: 13-02-2015

