

U.B.SURA & CO

CHARTERED ACCOUNTANTS
14, KRISHNA KUNJ, 144/45, M. G. ROAD
GHATKOPAR (EAST), MUMBAI-400 077
Tel. 21022735, 21022095

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial result of **Karma Energy Limited** for the quarter ended **June 30, 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 provide 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 notice that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and 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 U. B. SURA & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 110620 W

U. B. SURA
PROPRIETOR
Mumbai: Dated: 08/08/2014



Karma Energy Limited

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

Unaudited Financial Results for the Quarter Ended 30.06.2014

| PART I | | Rs. in Lakh | | | |
|---|--|--|--|--|-------------------------------------|
| Statement of Standalone / Consolidated Audited Results for the Quarter Ended 30.06.2014 | | | | | |
| | Particulars | Quarter Ended 30.06.2014 Unaudited | Quarter Ended 31.03.2014 Audited | Quarter Ended 30.06.2013 Unaudited | Year Ended 31.03.2014 Audited |
| 1 | Income from operations | | | | |
| [a] | Net sales / income from operation (Net of excise duty) | 300.60 | 219.07 | 717.22 | 2,417.81 |
| [b] | Other operating income | 17.63 | 142.88 | 22.98 | 438.18 |
| | Total income from operations [net] | 318.23 | 361.95 | 740.20 | 2,855.99 |
| 2 | Expenses | | | | |
| [a] | Cost of materials consumed | 0.68 | 1.97 | - | 1.97 |
| [b] | Purchase of stock-in-trade | - | - | - | - |
| [c] | Changes in inventories | - | - | - | - |
| [d] | Employee benefits expense | 95.39 | 105.76 | 62.15 | 317.64 |
| [e] | Depreciation and amortisation expense | 120.07 | 192.09 | 195.59 | 774.47 |
| [f] | Operation & Maintenance cost | 111.05 | 84.39 | 113.31 | 357.48 |
| [g] | Energy & Other Direct Costs | 9.08 | 44.30 | 109.17 | 402.16 |
| [h] | Other expense (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately) | 45.00 | 69.30 | 40.50 | 222.47 |
| | Total expenses | 381.27 | 497.81 | 520.71 | 2,076.19 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1 - 2) | (63.04) | (135.87) | 219.49 | 779.79 |
| 4 | Other Income | 55.01 | 38.86 | 93.03 | 280.37 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | (8.03) | (97.01) | 312.52 | 1,060.17 |
| 6 | Finance Costs | 183.82 | 169.10 | 212.42 | 811.49 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6) | (191.85) | (266.11) | 100.09 | 248.68 |
| 8 | Exceptional Items | - | - | - | - |
| 9 | Profit / (Loss) from ordinary activities before tax (7 + 8) | (191.85) | (266.11) | 100.09 | 248.68 |
| 10 | Tax Expense | (30.34) | (81.47) | 32.94 | 95.91 |
| 11 | Net Profit / (Loss) from ordinary activities after tax (9 - 10) | (161.51) | (184.64) | 67.15 | 152.77 |
| 12 | Extra ordinary items (net of tax expense Rs _____) | - | - | - | - |
| 13 | Net Profit / (Loss) for the year (11 - 12) | (161.51) | (184.64) | 67.15 | 152.77 |
| 14 | Share of profit / (loss) of associates | - | - | - | - |
| 15 | Minority interest | - | - | - | - |
| 16 | Net Profit / (Loss) after taxes, minority interest and share of Profit / (Loss) of associates (13 + 14 + 15) | (161.51) | (184.64) | 67.15 | 152.77 |



(Signature)

Karma Energy Limited

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Unaudited Financial Results for the Quarter Ended 30.06.2014

| PART I | | Rs. in Lakh | | | |
|---|--|--|--|--|-------------------------------------|
| Statement of Standalone / Consolidated Audited Results for the Quarter Ended 30.06.2014 | | | | | |
| | Particulars | Quarter Ended 30.06.2014 Unaudited | Quarter Ended 31.03.2014 Audited | Quarter Ended 30.06.2013 Unaudited | Year Ended 31.03.2014 Audited |
| 17 | Paid up Equity Share Capital (Rs 10/- Per Share) | 1,156.99 | 1,156.99 | 1,156.99 | 1,156.99 |
| 18 | Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year | | | | 3,459.70 |
| 19 i | Earning per Share (before extraordinary itmes) (of Rs 10/- each) (not annualised) | | | | |
| (a) | Basic | (1.40) | (1.60) | 0.58 | 1.32 |
| (b) | Diluted | (1.40) | (1.60) | 0.58 | 1.32 |
| 9 ii | Earning per Share (after extraordinary itmes) (of Rs 10/- each) (not annualised) | | | | |
| (a) | Basic | (1.40) | (1.60) | 0.58 | 1.32 |
| (b) | Diluted | (1.40) | (1.60) | 0.58 | 1.32 |
| | See accompanying note to the financial results | | | | |



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Karma Energy Limited

Regd. Office : Empire House, 214, Dr. D. N. Road, Ent. A. K. Nayak Marg, Fort, Mumbai - 400001

Unaudited Financial Results for the Quarter Ended 30.06.2014

| PART II | | | | | |
|--|---|------------------------------------|----------------------------------|------------------------------------|-------------------------------|
| Statement of Standalone / Consolidated Audited Results for the Year Ended 31.03.2014 | | | | | |
| | Particulars | Quarter Ended 30.06.2014 Unaudited | Quarter Ended 31.03.2014 Audited | Quarter Ended 30.06.2013 Unaudited | Year Ended 31.03.2014 Audited |
| A | PARTICULARS OF SHAREHOLDING | | | | |
| 1 | Public Shareholding | | | | |
| | - No of Shares | 2936916 | 2936916 | 2936916 | 2936916 |
| | - Percentage of Holdings | 25.38 | 25.38 | 25.38 | 25.38 |
| 2 | Promoters and Promoter Group Shareholding ** | | | | |
| | (a) Pledged / Encumbered | | | | |
| | - Number of Shares | NIL | NIL | NIL | NIL |
| | - Percentage of Shares (as of % of the total shareholding of promoter & promoter group) | N.A. | N.A. | N.A. | N.A. |
| | - Percentage of Shares (as of % of the total share capital of the company) | N.A. | N.A. | N.A. | N.A. |
| | (b) Non-encumbered | | | | |
| | - Number of Shares | 8633002 | 8633002 | 8633002 | 8633002 |
| | - Percentage of Shares (as of % of the total shareholding of promoter & promoter group) | 100.00 | 100.00 | 100.00 | 100.00 |
| | - Percentage of Shares (as of % of the total share capital of the company) | 74.62 | 74.62 | 74.62 | 74.62 |
| | Particulars | 3 months ended 30.06.2014 | | | |
| B | INVESTOR COMPLAINTS | | | | |
| | Pending at the beginning of the year | | | Nil | |
| | Received during the year | | | 1 | |
| | Disposed of during the year | | | 1 | |
| | Remaining unresolved at the end of the year | | | Nil | |

NOTES :

- 1 The above results have been taken on record at the meeting of the Board of Directors held on 08.08.2014
- 2 The Company has charged depreciation based on the revised remaining useful life of the assets as per Schedule II of the Companies Act, 2013 effective from 1st April, 2014. Hence the depreciation charged for the quarter is lower by Rs.73.55 Lakh
- 3 As the Company has only one reportable segment, segment reporting as per Accounting Standard is not applicable.
- 4 Previous years' / periods' figures have been regrouped and / or reclassified wherever necessary to correspond with current years' / periods' classification / disclosure.

For KARMA ENERGY LIMITED



Ganesh N Kamath
Managing Director

Place : Mumbai, Date : 08.08.2014

