


LACTOSE (INDIA) LIMITED
Govt. recognised Export House

LACTOSE (INDIA) LIMITED

Regd. Off. , Village Poicha (Rania), Savli, Dist Vadodara, Gujarat - 391 780. web site :- www.lactoseindia.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2012

Part - I

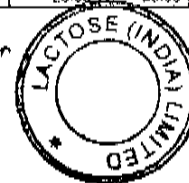
(Rs. in Lacs)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income form Operations						
	(a) Net Sales / Income from Operations (Net of Excise Duty)	968.14	1,497.16	617.89	2,465.30	1,525.42	3,523.11
	(b) Other Operating Income	157.53	171.91	232.00	329.44	232.00	482.81
	Total Income from Operations (net)	1,125.67	1,669.07	849.89	2,794.74	1,757.42	4,005.92
2	Expenses:						
	(a) Cost of materials consumed	663.38	1,237.07	500.71	1,900.45	993.72	2,774.92
	(b) Purchase of stock-in-trade	-	-	-	-	-	-
	(c) Change in Inventories of finished goods, work-in-progress and stock-in-trade	67.84	41.13	(24.07)	108.97	1.82	(353.35)
	(d) Employees benefits expenses	129.05	109.90	77.86	238.95	179.02	415.77
	(e) Depreciation and amortization expenses	45.23	44.12	40.04	89.35	80.67	165.43
	(f) Other expenses (Any Item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	193.13	204.93	198.45	398.06	385.84	808.51
	Total expenses	1,098.63	1,637.15	792.99	2,735.78	1,641.07	3,811.28
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	27.04	31.92	56.90	58.96	116.35	194.64
4	Other Income	28.63	2.22	1.34	30.85	2.69	12.80
5	Profit Before Finance Costs and Exceptional Items (3+4)	55.67	34.14	58.24	89.81	119.04	207.44
6	Finance Costs	8.89	13.90	16.83	22.79	37.56	76.94
7	Profit/(Loss) from ordinary activities after finance costs but before Exceptional Items (5±6)	46.78	20.24	41.41	67.02	81.48	130.50
8	Exceptional Items	-	-	-	-	-	(27.90)
9	Profit/(Loss) from Ordinary Activities before tax (PBT) (7±8)	46.78	20.24	41.41	67.02	81.48	102.60
10	Tax Exponso						
	- Current Income Tax	15.78	9.26	32.76	25.04	45.06	31.00
	- Deferred Tax	(11.40)	0.54	(20.75)	(10.86)	(20.75)	(18.06)
	- MAT Credit Entitlement Adjustments	-	-	-	-	-	19.48
	- Short (Excess) Provision of Tax	-	-	-	-	-	1.18
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	42.40	10.44	29.40	52.84	57.17	69.00
12	Extraordinary Items	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11±12)	42.40	10.44	29.40	52.84	57.17	69.00
14	Paid up Equity Share Capital (Face value of Rs. 10/-each)	728.50	728.50	728.50	728.50	728.50	728.50
15	Earnings Per Share (EPS) (before extraordinary items)						
	(a) Basic and diluted EPS before Extraordinary items	0.58	0.14	0.40	0.73	0.78	0.95
	(b) Basic and diluted EPS after Extraordinary items	0.58	0.14	0.40	0.73	0.78	0.95

Part - II

SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2012

A	Particulars of share holding	Quarter Ended			Half Year Ended		Year Ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Public Shareholding						
	a) Number of Shares	51,95,918	51,95,918	51,95,918	51,95,918	51,95,918	51,95,918
	b) Percentage of shareholding	71.32	71.32	71.32	71.32	71.32	71.32
2	Promoters and promoter group Shareholding						
	a. Pledged / Encumbered						
	- Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of Promoter & Promoter Group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total sharecapital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
	b. Non- Encumbered						
	- Number of Shares	20,89,082	20,89,082	20,89,082	20,89,082	20,89,082	20,89,082
	- Percentage of shares (as a % of the total shareholding of Promoter & Promoter Group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total sharecapital of the Company)	28.68	28.68	28.68	28.68	28.68	28.68



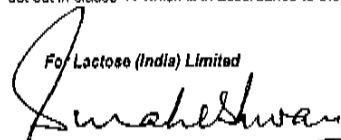
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	Particulars	Quarter Ended 30th September, 2012
B	Investor Complaints	
	- Pending at the beginning of the quarter	Nil
	- Received during the quarter	3
	- Disposed during the quarter	3
	- Remaining unresolved at the end of the quarter	Nil

Notes :

- The above un-audited financial results have been reviewed and recommended by the Audit Committee and approved and taken on record by the Board of Directors in their respective meetings held on 8th November, 2012.
- A limited review of the financial results for the quarter ended 30th September, 2012 has been carried out by the Statutory Auditors
- During the F Y 2011-12, the Company has received from Kerry Ingredients Private Limited a sum of Rs. 767.72 lacs for expansion of production capacity and others measures for strengthening of business and Rs. 336.81 lacs as advance against goods to be supplied by the Company and the same has been reflected as Liabilities in financial statement. The final terms & conditions of these transactions are still under negotiation. In absence of corroborative evidence regarding the nature of receipt, the auditors has qualified the said transaction in the audit report on the financial statement for the year ended 31st March, 2012. The same qualification continues in the quarter under review also.
- The Company has only one reportable business segment of manufacture of 'Pharmaceutical products' as per Accounting Standard 17 issued by ICAI/Companies (Accounting Standards) Rules, 2006.
- The above financial statement complies with the applicable Accounting Standards issued by ICAI.
- Previous accounting period's figures have been regrouped, wherever necessary, to correspond with those of the current period classification for disclosure as per the revised format set out in clause 41 which is in accordance to the Revised Schedule VI of the Companies Act, 1956.

For Lactose (India) Limited


S. M. Maheshwari
Managing Director

Place :- Mumbai

Date :- 8th November, 2012.





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Statement of Assots and Liabilities as at 30th Sept 2012

Particulars	(Rs. in lakhs)	
	As at 30/09/2012 Unaudited	As at 31/03/2012 Audited
Equity & Liabilities		
Shareholders' Funds:		
Share Capital	728.50	728.50
Reserve & Surplus	619.60	566.76
	1,348.10	1,295.26
Non - Current Liabilities		
Long Term Borrowings	98.75	129.01
Deferred Tax Liabilities (Net)	103.71	114.58
Other Long Term Liabilities	767.72	767.72
Long-Term Provisions	29.14	27.88
	999.32	1,039.19
Current liabilities		
Short-Term Borrowings	4.51	348.27
Trade Payables	1,529.15	445.98
Other Current Liabilities	611.12	733.74
Short-Term Provisions	3.35	3.35
	2,148.13	1,529.34
	4,495.55	3,863.78
ASSETS		
Non-current Assets		
Fixed Assets		
Tangible Assets	1,486.06	1,490.50
Capital work-in-progress	70.77	65.15
	1,556.83	1,555.65
Non-Current Investments	65.92	65.92
Long-Term Loans and advances	95.68	109.60
	1,718.42	1,731.17
Current Assets		
Inventories	857.77	692.85
Trade Receivables	884.84	1,040.94
Cash and Bank Balances	494.63	45.04
Short-Term Loans and Advances	539.88	353.79
	2,777.13	2,132.61
	4,495.55	3,863.78

For Lactose (India) Limited

S. M. Maheshwari

S. M. Maheshwari
Managing Director



Place :- Mumbai
Date :- 8th November, 2012.



Singrodia Goyal & Co.

Chartered Accountants

LIMITED REVIEW REPORT

The Board of Directors
Lactose (India) Limited
Mumbai

We have reviewed the results of Lactose (India) Limited (the "Company") for the quarter ended September 30, 2012 which are included in the accompanying 'Unaudited Standalone Financial Results for the quarter/half year ended September 30, 2012' and the Statement of Assets and Liabilities as on their date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to clause 41 of the Listing Agreement with the Stock Exchange in India. This statement is the responsibility of the Company's management and has been approved by Board of Directors. Our responsibility is to issue a report on the Statement 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. 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.

We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.

During the last year 2011-12, based on certain commercial negotiations, the Company has received from Kerry Ingredients Private Limited a sum of Rs. 7,67,72,000 for expansion of production capacity and others measures for strengthening of business and Rs. 3,36,81,113 as advance against goods to be supplied by the Company. The final terms & conditions of these transactions were still under

4A, Kaledonia-HDIL,
2nd Floor, Sahar Road,
Near Andheri Station,
Andheri (East),

Tel. : +91 22 6625 6363
Fax : +91 22 6625 6364
E-mail : info@sgco.co.in
www.sgco.co.in



Singrodia Goyal & Co.

Chartered Accountants

negotiation. Till then the said amounts were reflected as "other long term liabilities" and "advance from customers" respectively in the financial statements. The management has not provided with any corroborative evidences and supporting to substantiate the nature of these receipts and in absence of the same, we are unable to comment on the accounting by the Company and its consequent effect on the Profit/Loss and Assets/ Liabilities for the period ended 30th September, 2012.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rule 2006, as per Section 211(3c) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in term of clause 41 of Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Singrodia Goyal & Co

Chartered Accountants

Firm/Reg No. 112081W
Shyamratan Singrodia

Partner

Mem. No. 049006

Place: Mumbai

Date: 8th November, 2012

4A, Kaledonia-HDIL,
2nd Floor, Sahar Road,
Near Andheri Station,
Andheri (East),

Tel. : +91 22 6625 6363
Fax : +91 22 6625 6364
E-mail : info@sgco.co.in
www.sgco.co.in