

*Certificate No. 746/12*

**LIMITED REVIEW REPORT**

We have reviewed the accompanying statement of Unaudited Financial results of SPORTKING INDIA LIMITED, 5/69, Guru Mansion, First Floor, Padam Singh Road, Karol Bagh, New Delhi - 110005 for the quarter ended 30<sup>th</sup> September, 2012. This statement is the responsibility of the company's management and has been approved by the Limited Review Committee of Board. 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 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.

The disclosures pertaining to details of public shareholding and promoters' shareholding including details of pledged/encumbered shares of promoters/promoter group contained in the format of unaudited financial results have been traced from the disclosures made by the management.

Place: New Delhi

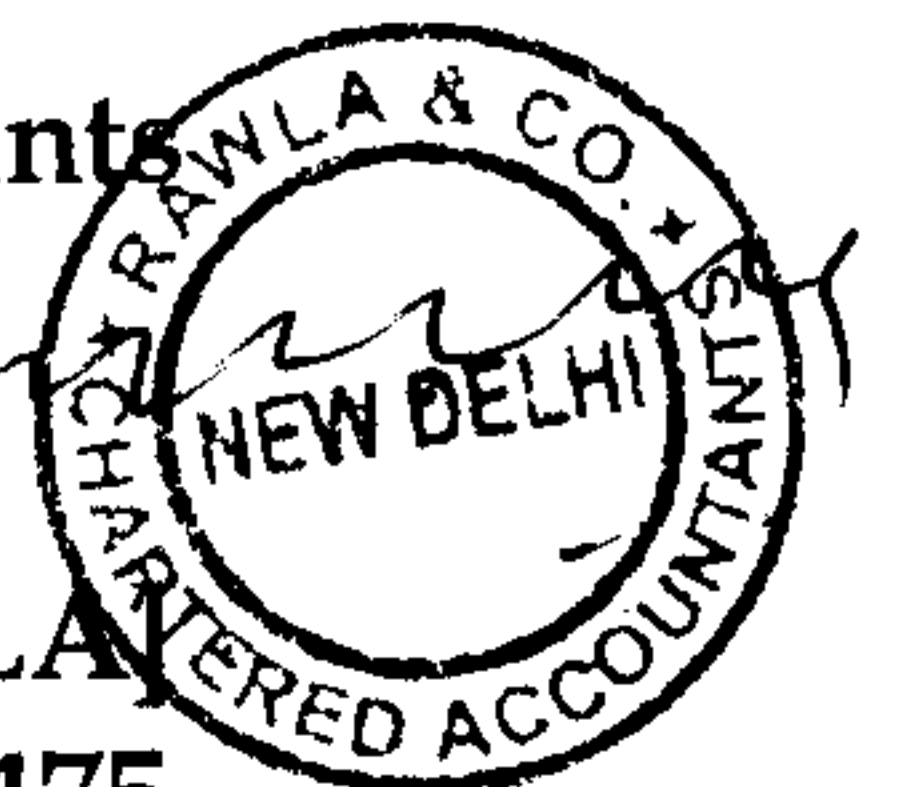
Dated: 14.11.2012

**For RAWLA & COMPANY**  
**(FRN: 001661N)**

Chartered Accountants

  
[Y. P. RAWLA]

Membership No. 10475



**SPORTKING INDIA LIMITED**  
 Regd. Off: 5/ 69, Guru Mansion, First Floor,  
 Padam Singh Road, Karol Bagh, New Delhi - 110005.  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2012**

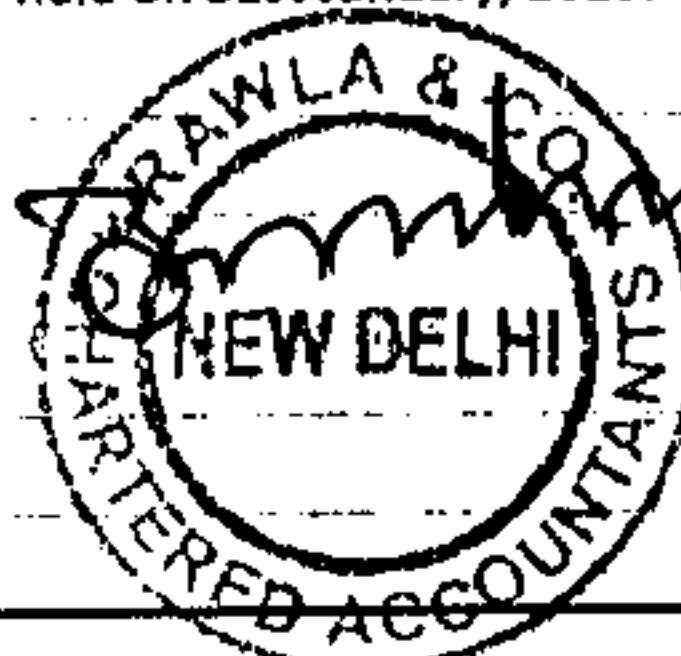
| PART I |   |                           |                           |                           |                           |                           | (Rs. In Lakhs)          |
|--------|---|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
| SR. NO | PARTICULARS   | QUARTER ENDED             |                           |                           | NINE MONTHS ENDED         |                           | YEAR ENDED              |
|        |   | 31.12.2012<br>(UNAUDITED) | 30.09.2012<br>(UNAUDITED) | 31.12.2011<br>(UNAUDITED) | 31.12.2012<br>(UNAUDITED) | 31.12.2011<br>(UNAUDITED) | 31.03.2012<br>(AUDITED) |
| 1      | Income from Operations  |                           |                           |                           |                           |                           |                         |
|        | (a) Net Sales/Income from Operations (Net of Excise Duty)                                     | 19225.22                  | 17419.02                  | 13764.99                  | 56086.50                  | 47607.47                  | 69552.45                |
|        | (b) Other operating Income  | 1917.56                   | 3060.57                   | 350.36                    | 5538.66                   | 1727.99                   | 6618.97                 |
|        | <b>Total Income From Operations (Net)</b>   | <b>21142.78</b>           | <b>20479.59</b>           | <b>14115.35</b>           | <b>61625.16</b>           | <b>49335.46</b>           | <b>76171.42</b>         |
| 2      | Expenses  |                           |                           |                           |                           |                           |                         |
|        | a) Cost of Material Consumed/traded goods   | 13399.61                  | 13447.57                  | 10329.42                  | 40296.87                  | 37340.15                  | 58747.86                |
|        | b) Changes in Inventories of FG,WIP and Stock in Trade  | -309.22                   | -387.11                   | -1924.68                  | -727.91                   | 71.88                     | -1768.73                |
|        | c) Employees benefit expense  | 955.48                    | 1044.49                   | 760.90                    | 2907.21                   | 2153.39                   | 2960.88                 |
|        | d) Depreciation   | 1063.97                   | 957.32                    | 688.56                    | 2957.29                   | 1761.08                   | 2580.88                 |
|        | e) Power & Fuel   | 2064.54                   | 1943.65                   | 1283.42                   | 5562.20                   | 3563.58                   | 5013.27                 |
|        | f) Other expenditure  | 1902.90                   | 2164.25                   | 1393.26                   | 5623.93                   | 4176.81                   | 5940.81                 |
|        |   | <b>19077.28</b>           | <b>19170.17</b>           | <b>12530.88</b>           | <b>56619.59</b>           | <b>49066.89</b>           | <b>73474.97</b>         |
| 3      | Profit from operations before other Income, Finance Cost & Exceptional Items (1-2)            | 2065.50                   | 1309.42                   | 1584.47                   | 5005.57                   | 268.57                    | 2696.45                 |
| 4      | Other Income  | -234.96                   | 482.27                    | 153.67                    | 225.61                    | 460.69                    | 601.78                  |
| 5      | Profit/(Loss) from Ordinary Activities before Finance Costs & exceptional items (3+4)         | 1830.54                   | 1791.69                   | 1738.14                   | 5231.18                   | 729.26                    | 3298.23                 |
| 6      | Finance Costs   | 1366.41                   | 1712.48                   | 1543.24                   | 4587.43                   | 3509.32                   | 4828.74                 |
| 7      | Profit/(Loss) from Ordinary Activities after Finance Costs but before exceptional items (5+6) | 464.13                    | 79.21                     | 194.90                    | 643.75                    | -2780.06                  | -1530.51                |
| 8      | Exceptional Items   | 0.00                      | 0.00                      | 0.00                      | 0.00                      | 0.00                      | 0.00                    |
| 9      | Profit (+)/ Loss(-) from Ordinary Activities before tax (7+8)                                 | 464.13                    | 79.21                     | 194.90                    | 643.75                    | -2780.06                  | -1530.51                |
| 10     | Tax expense   |                           |                           |                           |                           |                           |                         |
|        | Provision for Taxation: Current Tax   | 0.00                      | 0.00                      | 0.00                      | 0.00                      | 0.00                      | -2.09                   |
|        | : Deferred Tax  | 0.00                      | 0.00                      | -215.00                   | 0.00                      | 810.00                    | 1079.00                 |
| 11     | Net Profit (+)/ Loss(-) from Ordinary Activities after tax(9-10)                              | 464.13                    | 79.21                     | -20.10                    | 643.75                    | -1970.06                  | -2607.42                |
| 12     | Extraordinary Items (Net of Tax Expense)  | 0.00                      | 0.00                      | 0.00                      | 0.00                      | 0.00                      | 0.00                    |
| 13     | Net Profit(+)/ Loss(-) for the period (11-12)   | 464.13                    | 79.21                     | -20.10                    | 643.75                    | -1970.06                  | -2607.42                |
| 14     | Paid-up Equity Share Capital (Rs. 10/-each)   | 336.41                    | 336.41                    | 336.41                    | 336.41                    | 336.41                    | 336.41                  |
| 15     | Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year       |                           |                           |                           |                           |                           |                         |
| 16     | Earning Per Share (EPS)   |                           |                           |                           |                           |                           |                         |
|        | a) Basic & Diluted EPS before Extraordinary Items   | 13.04                     | 2.22                      | -0.56                     | 18.08                     | -55.34                    | -73.24                  |
|        | b) Basic & Diluted EPS after Extraordinary Items  | 13.04                     | 2.22                      | -0.56                     | 18.08                     | -55.34                    | -73.24                  |

| PART II |  |                           |         |         |         |         |         |
|---------|--|---------------------------|---------|---------|---------|---------|---------|
| A       | PARTICULARS OF SHAREHOLDING  |                           |         |         |         |         |         |
| 1       | Public Shareholding  |                           |         |         |         |         |         |
|         | Number of Shares   | 1135450                   | 1135450 | 1135450 | 1135450 | 1135450 | 1135450 |
|         | Percentage of Shares   | 31.89                     | 31.89   | 31.89   | 31.89   | 31.89   | 31.89   |
| 2       | Promoters and Promoter group Shareholding  |                           |         |         |         |         |         |
|         | a) Pledged/Encumbered  |                           |         |         |         |         |         |
|         | - Number of Shares   | 600000                    | 600000  | 600000  | 600000  | 600000  | 600000  |
|         | - Percentage of shares (as a % of total shareholding of promoter and promoter group) | 24.74                     | 24.74   | 24.74   | 24.74   | 24.74   | 24.74   |
|         | - Percentage of shares (as a % of total share capital of Co.)                        | 16.85                     | 16.85   | 16.85   | 16.85   | 16.85   | 16.85   |
|         | b) Non-encumbered  |                           |         |         |         |         |         |
|         | - Number of Shares   | 1825550                   | 1825550 | 1825550 | 1825550 | 1825550 | 1825550 |
|         | - Percentage of shares (as a % of total shareholding of promoter and promoter group) | 75.26                     | 75.26   | 75.26   | 75.26   | 75.26   | 75.26   |
|         | - Percentage of shares (as a % of total share capital of Co.)                        | 51.27                     | 51.27   | 51.27   | 51.27   | 51.27   | 51.27   |
| B       | INVESTOR COMPLAINTS  | 3 months ended 31.12.2012 |         |         |         |         |         |
|         | Pending at the beginning of the quarter  |                           | NIL     |         |         |         |         |
|         | Recived during the quarter   |                           | NIL     |         |         |         |         |
|         | Disposed of during the quarter   |                           | NIL     |         |         |         |         |
|         | Remaining unresolved at the end of the quarter                                       |                           | NIL     |         |         |         |         |

**Notes:**

- The provision for current /deferred tax, if any will be made at the end of the year.
- There was a dispute / litigation in respect of certain foreign currency option contracts purported to be entered by HDFC Bank Limited with the Company. The Ld. Arbitrator has awarded in favour of the bank for payment of principal amount of Rs. 5.94 Crs and interest / cost of Rs. 1.31 Crs ( based @ 8% p.a. upto 21.07.2010) and failing which payment of further interest @ 8% p.a. will be applicable for the delayed period, vide order dated 30th September, 2010 which have been upheld by Hon'ble High Court of Judicature at Bombay (Singly Judge) on 06th July, 2012. The Company has filed an appeal against the said orders with the division bench of the Hon'ble High Court of Judicature at Bombay, relying on RBI guidelines issued to commercial banks and similar cases of various business houses where recovery proceedings have been stayed by the various courts as well as legal proceedings/advice on similar matters, the company has opted not to make any provision of the said amount as awarded/upheld.
- The company has only one segment of 'Textiles' and accordingly the figures of 'Segment Reporting' as per Accounting Standard 17 issued by the Institute of Chartered Accountants of India, is not separately given.
- Corresponding previous period figures have been regrouped / rearranged wherever considered necessary.
- The above unaudited financial results for the quarter ended 31st December, 2012 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 31st January, 2013. The statutory auditors of the Company have also carried out Limited Review of the results.

Date: 31.01.2013  
 PLACE: LUDHIANA



FOR SPORTKING INDIA LIMITED

*Munish Avasthi*  
 MUNISH AVASTHI  
 MANAGING DIRECTOR