

**Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31st March 2013**

Sl. No.	Particulars	3 months ended (31/03/2013)	Preceding 3 months ended (31/12/2012)	Corresponding 3 months ended in the previous year (31/03/2012)	Year to Date figures for the current period ended (31/03/2013)	Previous accounting year ended (31/03/2012)
		Audited	Un-audited	Audited	Audited	Audited
<b>1</b>	<b>Income from operations</b>					
	(a) Net sales/income from operations (Net of excise duty)	30,029	20,629	43,571	84,231	91,505
	(b) Other operating income	73	6	91	95	91
	<b>Total income from operations (net)</b>	<b>30,102</b>	<b>20,635</b>	<b>43,662</b>	<b>84,326</b>	<b>91,596</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	21,230	15,178	33,957	56,306	57,695
	(b) Purchases of stock-in-trade	1,121	946	3,707	8,109	16,041
	(c) Changes in inventories or finished goods, work-in-progress and stock-in-trade	707	(4)	(55)	1,088	(284)
	(d) Employee benefits expense	9,158	10,236	11,555	39,275	40,145
	(e) Depreciation and amortisation expense	345	499	391	1,832	2,130
	(f) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	3,370	1,634	2,760	8,111	7,514
	<b>Total expenses</b>	<b>35,931</b>	<b>28,489</b>	<b>52,315</b>	<b>114,723</b>	<b>123,241</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(5,829)</b>	<b>(7,854)</b>	<b>(8,653)</b>	<b>(30,397)</b>	<b>(31,645)</b>
<b>4</b>	<b>Other Income</b>	<b>2,093</b>	<b>398</b>	<b>1,598</b>	<b>3,342</b>	<b>3,303</b>
<b>5</b>	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)</b>	<b>(3,736)</b>	<b>(7,456)</b>	<b>(7,055)</b>	<b>(27,055)</b>	<b>(28,342)</b>
<b>6</b>	<b>Finance costs</b>	<b>3,089</b>	<b>1,422</b>	<b>2,713</b>	<b>8,925</b>	<b>8,525</b>
<b>7</b>	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)</b>	<b>(6,825)</b>	<b>(8,878)</b>	<b>(9,768)</b>	<b>(35,980)</b>	<b>(36,867)</b>
<b>8</b>	<b>Exceptional items</b>	<b>4,785</b>	<b>(10)</b>	<b>(37)</b>	<b>4,775</b>	<b>(113)</b>
<b>9</b>	<b>Profit / (Loss) from Ordinary Activities before Tax (7+8)</b>	<b>(2,040)</b>	<b>(8,888)</b>	<b>(9,805)</b>	<b>(31,205)</b>	<b>(36,980)</b>
<b>10</b>	<b>Tax expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>11</b>	<b>Net Profit / (Loss) from ordinary activities after tax (9 - 10)</b>	<b>(2,040)</b>	<b>(8,888)</b>	<b>(9,805)</b>	<b>(31,205)</b>	<b>(36,980)</b>
<b>12</b>	<b>Extraordinary Items (net of tax expense ₹0 Lakhs)</b>	<b>13,000</b>	<b>-</b>	<b>-</b>	<b>13,000</b>	<b>-</b>
<b>13</b>	<b>Net Profit / (Loss) for the period (11 + 12)</b>	<b>10,960</b>	<b>(8,888)</b>	<b>(9,805)</b>	<b>(18,205)</b>	<b>(36,980)</b>
<b>14</b>	<b>Paid-up equity share capital (Face Value of ₹ 10 each)</b>	<b>28,800</b>	<b>28,800</b>	<b>28,800</b>	<b>28,800</b>	<b>28,800</b>
<b>15</b>	<b>Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>16</b>	<b>Earnings per share (before extraordinary items) (of ₹ 10 each) (not annualised):</b>					
<b>17</b>	<b>Basic &amp; Diluted Earnings per share (after extraordinary items) (of ₹ 10 each) (not annualised):</b>	<b>3.81</b>	<b>(3.09)</b>	<b>(3.40)</b>	<b>(7.25)</b>	<b>(13.76)</b>
	<b>Basic &amp; Diluted</b>	<b>3.81</b>	<b>(3.09)</b>	<b>(3.40)</b>	<b>(7.25)</b>	<b>(13.76)</b>

Note : Subject to supplementary Audit by C & AG

**PART II**

<b>A PARTICULARS OF SHAREHOLDING</b>						
<b>1</b>	<b>Public shareholding</b>					
	- Number of shares	20,219,310	20,219,310	20,219,310	20,219,310	20,219,310
	- Percentage of shareholding	7.02%	7.02%	7.02%	7.02%	7.02%
<b>2</b>	<b>Promoters and Promoter Group Shareholding</b>					
	<b>a) Pledged / Encumbered</b>					
	-Number of shares	NIL	NIL	NIL	NIL	NIL
	-Percentage of shares	NIL	NIL	NIL	NIL	NIL
	(as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
	-Percentage of shares (as a % of the total share capital of the company)					
	<b>b) Non - encumbered</b>					
	-Number of shares	267,780,690	267,780,690	267,780,690	267,780,690	267,780,690
	-Percentage of shares	100	100	100	100	100
	(as a % of the total shareholding of promoter and promoter group)					
	-Percentage of shares (as a % of the total share capital of the company)	92.98	92.98	92.98	92.98	92.98

Particulars	3 months ended (31.03.2012)
<b>B INVESTOR COMPLAINTS</b>	
Pending at the beginning of the quarter	Nii
Received during the quarter	Nii
Disposed of during the quarter	Nii
Remaining unresolved at the end of the quarter	Nii



**NOTES:**

- 1 The above results were approved by the Board of Directors at their meeting held on 29.05.2013.
- 2 The Statutory Auditors have issued qualified audit report for the year ended 31.03.2013 regarding non provision of Rs.6897 lakhs for certain doubtful claims recoverable. Had the amount been provided for, the loss for the year would have been higher by Rs 6897 lakhs.
- 3 Previous year/ Quarter figures have been regrouped/restated wherever necessary.
- 4 The Company is engaged in the business of manufacture and sale of telecommunication equipments and there are no separate reportable segments as per Accounting Standard (AS) 17 issued by the Institute of Chartered Accountants of India (ICAI).
- 5 All mandatory Accounting Standards issued by ICAI have been followed in the finalisation of results for the quarter and year ended 31.03.2013.
- 6 The figures for the quarter ended 31st March 2013 and the corresponding quarter in the previous year as reported in the financial results are the balancing figures between the audited figures in respect of the full financial year and the year to date unaudited figures up to the end of the third quarter of the relevant financial year.
- 7 The Company is a sick company as per provisions of Sick Industrial Companies Act (SICA), 1985.

**Standalone Statement of Assets and Liabilities**

₹ in Lakhs

	Particulars	As at	As at (Previous
		(Current Year 31.03.2013	Year ended) 31.03.2012
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' funds</b>		
	(a) Share capital	58800	58800
	(b) Reserves and surplus	58442	82521
	(c) Money received against share warrants	0	0
	<b>Sub-total - Shareholders' funds</b>	<b>117242</b>	<b>141321</b>
2	<b>Share application money pending allotment</b>	<b>0</b>	<b>0</b>
4	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	0	0
	(b) Other long-term liabilities	36971	28422
	(c) Trade payables	60657	105121
	(d) Long-term provisions	12653	12669
	<b>Sub-total - Non-current liabilities</b>	<b>110281</b>	<b>146212</b>
5	<b>Current liabilities</b>		
	(a) Short-term borrowings	60581	48300
	(b) Trade payables	202429	187757
	(c) Other current liabilities	177356	170794
	(d) Short-term provisions	32873	28894
	<b>Sub-total - Current liabilities</b>	<b>473239</b>	<b>435745</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>700762</b>	<b>723278</b>
<b>B</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Fixed assets	248697	251852
	(b) Non-current investments	40	40
	(c) Deferred tax assets (net)	0	0
	(d) Long-term loans and advances	192	16
	(e) Trade receivables	268384	127042
	<b>Sub-total - Non-current assets</b>	<b>517313</b>	<b>378950</b>
2	<b>Current assets</b>		
	(a) Current investments	0	0
	(b) Inventories	10491	11262
	(c) Trade receivables	138348	299783
	(d) Cash and cash equivalents	1688	2126
	(e) Short-term loans and advances	32874	31032
	(f) Other current assets	48	124
	<b>Sub-total - Current assets</b>	<b>183449</b>	<b>344327</b>
	<b>TOTAL - ASSETS</b>	<b>700762</b>	<b>723278</b>

For ITI Limited



R. K. AGARWAL

Director- Marketing Addl. Charge of Director-Finance

Place: BANGALORE

Date: 29.05.2013

Per our report of even date

For BADARI, MADHUSUDHAN &amp; SRINIVASAN

Chartered Accountants

FBN:005389S


  
T.V.SUDARSHAN

Partner

M. No. 19108





**Badari, Madhusudhan & Srinivasan**  
C H A R T E R E D A C C O U N T A N T S

132, Kantha Court, II Floor, Lalbagh Road, Bangalore - 560 027. Tel : 22277714, 41142536 Fax : 41248456  
E-mail : bmscas@gmail.com / bmsca@hotmail.com

**Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement**

To,  
Board of Directors of ITI Limited

We have audited the quarterly financial results of ITI Limited for the quarter ended 31 March 2013 and the year to date results for the period 01 April 2012 to 31 March 2013 attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement 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. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India<sup>5</sup> and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:


(i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and

(ii) give a true and fair view of the net loss and other financial information for the quarter ended 31 March 2013 as well as the year to date results for the period from 01 April 2012 to 31 March 2013 *subject to:*

*Non provision of Rs 6897 lakhs comprising of claims recoverable on account of (A) rent for a leased premises up to 31.3.2011 amounting to Rs 5847 lakhs and (B) claim of Rs 1050 lakhs towards liquidated damages on a supplier, rejected by the Arbitral Tribunal. Had the said amounts been provided in the accounts, loss for the year would have been higher by Rs 6897 lakhs and consequently reserves & surplus would be lower by Rs 6897 lakhs and current liabilities higher by Rs 6897 lakhs.*

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct:

For **BADARI, MADHUSUDHAN & SRINIVASAN**  
CHARTERED ACCOUNTANTS  
FRN: 005389S

  
(T.V.SUDARSHAN)  
PARTNER  
Membership No. 019108



Place: Bangalore  
Date: 29.05.2013