

LIMITED REVIEW REPORT

To:

The Board of Directors of Accel Transmatic Limited on the Limited Review of un-audited financial results for the quarter ended 31st December, 2014.

1. We have reviewed the accompanying statement of un-audited financial results of M/s. **ACCEL TRANSMATIC LIMITED** for the Quarter/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. The status of future expected orders/orders on hand and other steps taken by the management to revive the Company as disclosed in Note 5(b) has also not been verified 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 this financial statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, *Engagements to Review 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.
3. A review of interim financial information consists principally of applying analytical procedure for financial data and making enquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.
4. 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 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 Agreements including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Attention is invited to Note No. 5(a) in the un-audited financial results stating doubts regarding Going Concern status of the Company, which facts/circumstances continue during the quarter under review also. However, the Accounts have been drawn up on a Going concern basis on account of the reasons given therein by the management. Our report is not qualified in this respect

Place: Chennai
Date: 13/02/2015

For VARMA & VARMA
Chartered Accountants
ERN : 04532S



P.R. Prasanna Varma
Partner
M. No. 25854

Accel Transmatic Limited
 Regd office : "Accel House", 75 Nelson Manickam Road, Aminjikarai, Chennai 600 029
 Un Audited Results for the Quarter ended December , 31 2014
 CIN : L30007KL1986PLC004485

Rs. In Lacs

Sl. No.	Particulars	Quarter Ended (Reviewed)			Nine Months Ended		Year Ended (Audited)
		31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
1	Income from operations						
	Net Sales / Income from Operations	11.92	12.50	43.26	54.42	57.26	85.18
	Total income	11.92	12.50	43.26	54.42	57.26	85.18
2	Expenditure						
	a) Cost of Services	15.78	5.60	11.61	43.89	26.69	32.44
	b) Employees Cost	16.47	17.28	10.22	49.48	40.69	55.34
	c) Depreciation	67.15	67.15	95.43	201.02	300.48	397.32
	d) Other Expenditure	22.05	25.50	17.26	65.65	73.02	120.51
	e) Total Expenditure	121.45	115.53	134.52	360.04	440.88	605.61
3	Profit/(Loss) from Operations before Other Income, Finance Costs & Exceptional Items (1)-(2)	(109.53)	(103.03)	(91.26)	(305.62)	(383.62)	(520.43)
4	Other income	3.06	3.12	3.09	9.93	10.07	65.53
5	Profit/(Loss) from Ordinary activities before Finance costs & Exceptional Items (3)+(4)	(106.47)	(99.91)	(88.17)	(295.69)	(373.55)	(454.89)
6	Finance Cost	15.85	28.58	61.54	66.56	183.48	218.71
7	Profit/(Loss) from Ordinary Activities after Finance costs but before Exceptional Items (5)-(6)	(122.32)	(128.49)	(149.71)	(362.25)	(557.03)	(673.61)
8	Exceptional Items (Refer Note 2)	-	-	-	51.95	-	-
9	Profit (+) / Loss (-) from Ordinary Activities before tax (7+8)	(122.32)	(128.49)	(149.71)	(414.20)	(557.03)	(673.61)
10	Tax Expense						
	a. Current Tax						
	b. Deferred Tax						
11	Net Profit (+) / Loss (-) from ordinary activities after tax (9 - 10)	(122.32)	(128.49)	(149.71)	(414.20)	(557.03)	(673.61)
12	Extraordinary Items						
13	Net Profit(+)/Loss(-) for the period (11)+(12)	(122.32)	(128.49)	(220.96)	(414.20)	(557.03)	(673.61)
14	Paid up Equity share capital - Face Value Rs. 10 Each	1,103.74	1,103.74	1,103.74	1,103.74	1,103.74	1,103.74
15	Reserves Excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year						
16	Basic and diluted EPS						
	a) Diluted EPS before Exceptional Items for the period , for the Year to date and for the Previous Year (not to be Annualized)	(1.11)	(1.16)	(1.36)	(3.75)	(5.05)	(6.10)
	b) Diluted EPS after Exceptional Items for the period , for the Year to date and for the Previous Year (not to be Annualized)	(1.11)	(1.16)	(1.36)	(3.75)	(5.05)	(6.10)
	c) Basic EPS after Exceptional Items for the period , for the Year to date and for the Previous Year (not to be Annualized)	(1.11)	(1.16)	(1.36)	(3.75)	(5.05)	(6.10)
17	Public Shareholding						
	No. of shares	45,64,064	45,64,064	45,74,564	45,64,064	45,74,564	45,74,564
	% to total capital	41.35%	41.35%	41.45%	41.35%	41.45%	41.45%
18	Promoters and Promoter Group Shareholding						
	Pledged / Encumbered						
	Number of Shares	7,50,000	7,50,000	13,00,000	7,50,000	13,00,000	7,50,000
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	11.59	11.59	20.12	11.59	20.12	11.60
	Percentage of Shares (as a % of the total share capital of the company)	6.80	6.80	11.78	6.80	11.78	6.80
	Non Encumbered						
	Number of Shares	57,23,337	57,23,337	51,62,837	57,23,337	51,62,837	57,12,837
	Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	88.41	88.41	79.88	88.41	79.88	88.40
	Percentage of Shares (as a % of the total share capital of the company)	51.85	51.85	46.78	51.85	46.78	51.76

13/2/15



Notes:

- 1) The results for the Quarter & 9 months ended December 31, 2014 have been reviewed by the statutory auditors and taken on record at the meeting of Board of Directors held on 13th February 2015.
- 2) Consequent to the adoption of the revised estimates of the useful life of the Fixed Assets of the Company as stipulated in Schedule II of the Companies Act, 2013 w.e.f. 1st April, 2014, the difference in Depreciation for the Current Quarter/ Nine months as compared to the corresponding previous period is not material. However, in respect of the residual value of Assets wherein the remaining useful life has become 'NIL' as on that date, an amount of Rs.51.95 lacs has been written off as 'Exceptional Item' during the period, since the Company does not carry any retained earnings in view of the losses.
- 3) The company currently has only one segment, i.e. Animation Services
- 4) No provision for Taxes has been made in the accounts on account of the losses incurred by the company.
- 5) (a) The auditors in the report for the financial year ended 31-03-2014 had reported doubt about the ability of the company to continue as a going concern in view of the net worth being fully eroded. However, the management is of the opinion that considering the future expected cash flows and financial support from the holding company, the Company will be in a position to continue as a going concern and hence the Accounts have been drawn up on that basis. The management has taken many steps in this regard including infusion of additional funds from the holding company to revive the operations.

(b) Consequent to above, the company is expected to conclude orders worth Rs.750 lacs during the current financial year and the same will be executed during the last quarter and in the next financial year. The company has presently order worth Rs. 200 lacs under execution. The company has initiated steps to market its services overseas starting from the current quarter and expected to secure large service contract during next financial year.

6) Information on Investor complaints (numbers)

Pending at the beginning of the quarter	:	Nil
Received during the quarter	:	Nil
Resolved/replied during the quarter	:	Nil
Unresolved at the end of the quarter since resolved	:	Nil

Place: Chennai

Date: February 13, 2015


13/2/15

For and on behalf of the Board,

CHAIRMAN

