



Review Report to  
M/s Net 4 India Limited  
AB-11, I & II Floor, Community Centre  
Safdarjung Enclave  
New Delhi-110029

We have reviewed the accompanying statement of unaudited financial results of M/s Net 4 India Limited for the period ended 31st December, 2013. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of 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 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.

For Sandy Associates  
Chartered Accountants

**CERTIFIED TRUE COPY**

  
Sandeep Gupta  
(Proprietor)  
(Membership No 8606)



Place: New Delhi  
Date: 12.02.14

Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2013

Particulars	Standalone				Consolidated				(Rs. in Lacs)
	(Un-Audited) Quarter ended		(Audited) Year ended		(Un-Audited) Quarter ended		(Audited) Year ended		
	31.12.2013	31.12.2012	31.12.2013	31.12.2012	31.12.2013	31.12.2012	31.12.2013	31.12.2012	
<b>PART I</b>									
<b>Income from operation</b>	577.25	8,283.71	7,994.70	22,248.94	31,592.68	2,096.73	4,576.16	13,702.06	48,716.22
Reversal of sale of previous years	-	8,283.71	6,915.46	22,248.94	31,592.68	(133.59)	(1,079.24)	(1,212.83)	-
<b>Net Income</b>	577.25	8,283.71	6,915.46	22,248.94	31,592.68	1,963.15	3,496.92	12,489.23	35,288.40
<b>Expenses</b>									
a) (Increase)/decrease in stock in trade	(0.00)	(879.65)	2,108.99	(943.23)	(650.03)	1,303.93	2,540.06	4,398.62	(1,408.65)
b) Cost of sales and services	346.95	6,923.14	4,613.31	16,781.12	23,694.93	638.40	876.97	6,979.91	26,634.25
c) Employee cost	388.58	343.61	1,022.75	1,121.62	1,399.45	409.51	320.71	372.12	1,217.84
d) Depreciation and amortization	507.37	509.23	1,590.34	1,380.41	1,944.61	821.12	866.78	2,489.51	2,385.83
e) Other expenditure - Refer Note 1	8,929.23	539.63	1,499.41	539.63	2,272.50	10,037.61	2,270.83	13,377.52	1,997.22
<b>Total Expenses</b>	8,929.23	7,435.96	18,971.61	19,924.37	28,120.56	13,210.56	7,325.35	28,335.66	42,860.59
<b>Profit/(loss) from operations before Other Income and Interest and exceptional items - Income</b>	(8,351.98)	847.75	(12,056.16)	2,324.57	2,931.22	(11,247.41)	(3,826.43)	(15,846.43)	4,461.81
Other Income	131.31	151.44	1,098.76	468.38	651.77	(686.78)	1,078.50	1,117.37	383.74
<b>Profit/(loss) before interest and exceptional items</b>	(7,430.77)	1,009.19	(10,957.39)	2,812.95	3,582.98	(10,260.63)	3,800.37	(14,729.06)	4,845.55
Finance Cost	99.61	366.66	590.12	967.27	1,265.69	315.76	733.63	1,170.90	1,938.05
<b>Profit/(loss) before tax and exceptional items</b>	(7,530.38)	642.53	(11,514.51)	1,845.68	2,318.79	(10,452.27)	(4,116.13)	(15,938.82)	3,712.45
Exceptional Items - Refer Note 2	-	2,865.32	2,865.32	-	64.36	3,701.48	3,701.48	2,374.43	-
Exceptional Items - Refer Note 3	-	(5,881.76)	(14,378.83)	1,845.68	2,318.79	(12,891.07)	(7,817.61)	(2,078.10)	2,907.60
<b>Profit/(loss) before tax</b>	-	212.97	(12,913.01)	1,845.68	2,318.79	(12,891.07)	(7,817.61)	(2,078.10)	970.43
Provision for current tax	(23.39)	(4.51)	(72.61)	5.26	125.09	(112.63)	(62.75)	(210.99)	(28.22)
<b>Provision for deferred tax</b>	(7,506.99)	434.07	(14,307.22)	1,246.95	1,566.28	(12,778.42)	(7,754.58)	(21,868.10)	1,965.39
<b>Net Profit/(loss) for the period before Minority Interest</b>	(7,506.99)	434.07	(14,307.22)	1,246.95	1,566.28	(12,434.25)	(9,189.95)	(21,204.95)	2,907.60
Minority Interest	-	-	-	-	-	-	-	-	-
<b>Net Profit/(loss) for the period</b>	(7,506.99)	434.07	(14,307.22)	1,246.95	1,566.28	(12,434.25)	(9,189.95)	(21,204.95)	2,907.60
Paid up equity capital (face value of Rs. 20/- per share)	2,005.83	2,005.83	2,005.83	2,005.83	2,005.83	2,005.83	2,005.83	2,005.83	2,005.83
Reserves excluding (provision) reserves	(37.43)	2.16	(71.33)	6.22	7.81	(61.99)	(45.32)	(109.02)	12.51
<b>Equity Share (of Rs. 10/- each)</b>	(37.43)	2.16	(71.33)	6.22	7.81	(61.99)	(45.32)	(109.02)	9.79
Diluted (in Rs.)	(37.43)	2.16	(71.33)	6.22	7.81	(61.99)	(45.32)	(109.02)	9.79
<b>PART II</b>									
<b>A. PARTICULARS OF SHAREHOLDING</b>									
1. Public Shareholding									
a) Number of Equity Shares	9,705,568	8,646,443	9,705,568	8,646,443	8,646,443	9,705,568	9,517,989	9,705,568	8,646,443
b) Percentage of Shareholding	48.39%	43.11%	48.39%	43.11%	43.11%	48.39%	47.45%	48.39%	43.11%
2. Promoters and Promoter Group Share Holding									
a) Pledged/Encumbered									
Number of shares	6,551,089	6,086,805	6,551,089	6,086,805	7,134,348	6,551,089	6,738,668	6,551,089	6,086,805
Percentage of shares (as % of the total shareholding of promoter and promoter group)	63.28%	53.34%	63.28%	53.34%	62.52%	63.28%	63.93%	63.28%	53.34%
Percentage of shares (as % of the total share capital of the company)	32.66%	30.35%	32.66%	30.35%	35.57%	32.66%	33.60%	32.66%	30.35%
b) Number of shares	3,801,593	5,325,002	3,801,593	5,325,002	4,277,459	3,801,593	3,801,593	3,801,593	5,325,002
Percentage of shares (as % of the total shareholding of promoter and promoter group)	36.72%	46.66%	36.72%	46.66%	36.72%	36.72%	36.07%	36.72%	46.66%
Percentage of shares (as % of the total share capital of the company)	18.95%	26.54%	18.95%	26.54%	21.32%	18.95%	18.95%	18.95%	26.54%
<b>B. INVESTOR COMPLAINTS</b>									
Pending at the beginning of the quarter	0	0	0	0	0	0	0	0	0
Received during the quarter	0	0	0	0	0	0	0	0	0
Disposed of during the year	0	0	0	0	0	0	0	0	0
Remaining unresolved at the end of the quarter	0	0	0	0	0	0	0	0	0

Notes:-  
 1) The above statement of Financial Results for the half year ended December 31, 2013 as reviewed by the Audit Committee have been taken on record at the meeting of the Board of Directors of the Company held on Feb 13, 2014  
 2) The Limited Review for the period ended December 31, 2013 has been carried out by the Statutory Auditors of the Company.  
 3) Other expenses include an amount of Rs. 45.38 Crore (Sanctioned) & 47.57 Crore (Consolidated) of debtors written off and an amount of Rs. 38.16 crore (Sanctioned) & 69.29 crore (Consolidated) for provision of doubtful debts.  
 4) Exceptional items denotes loss on sale of inventory.  
 5) Exceptional items denotes written off advances.