



# JCT LIMITED

Corporate Office: 305, 3<sup>rd</sup> Floor, Rattan Jyoti, 18 Rajendra Place, New Delhi-110008  
Phone: 91-11-46290000; Fax: 25812222  
Website: www.jct.co.in; E-mail: jctsecretarial@jctltd.com

November 11, 2016

**Department of Corporate Services  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai**

**Sub: Reg. 33 Un-Audited Financial Results for the Quarter and Half Year ended 30.09.2016**

**Scrip Code: 500223**

Dear Sir/ Madam,

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, please find annexed herewith the Un-Audited Financial Results of the Company, for the Quarter ended 30.09.2016, after Limited Review in the prescribed format.

This is for your information and record please.

Thanking You,

**Yours faithfully,  
For JCT Limited**



*Nidhi Goel*  
**(Nidhi Goel)**

**Company Secretary**

**Encl: AA**

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab)  
Corporate Identification No. (CIN): L17117PB1946PLC004565

JCT LIMITED (CIN NO. L17117PB1946PLC004565)

Phone: 91-11-46290000; Fax:25812222 Website: www.jct.co.in, email:jctsecretarial@jctltd.com

REGD.OFFICE : VILLAGE CHOHAL, DISTT. HOSHIARPUR (PUNJAB) 146024

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER,2016

Sl.No.	PARTICULARS	Quarter ended			Upto	Upto	Year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
		(Amount Rs. in lakhs)					
1	<b>Income from Operations</b>						
	Gross Sales	20,307	20,941	22,689	41,248	45,023	89,739
	Less: Excise Duty	930	799	981	1,729	1,960	3,996
	(a) Net Sales/ Income from Operations(net of excise duty)	19,377	20,142	21,708	39,519	43,063	85,743
	(b) Other Operating Income	519	435	386	954	773	1,600
	<b>Total Income from Operations (Net)</b>	<b>19,896</b>	<b>20,577</b>	<b>22,094</b>	<b>40,473</b>	<b>43,836</b>	<b>87,343</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	11,898	10,663	11,653	22,561	24,361	47,522
	(b) Purchase of Stock in Trade				-	-	
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(820)	240	(11)	(580)	(1,476)	(1,738)
	(d) Employee benefits expense	3,326	3,410	3,183	6,736	6,355	13,421
	(e) Depreciation & amortisation expense	773	786	752	1,559	1,471	3,046
	(f) Power and Fuel	2,772	2,550	3,576	5,322	7,047	12,123
	(g) Other expenses	2,046	2,028	2,418	4,074	4,731	9,806
	<b>Total expenses</b>	<b>19,995</b>	<b>19,677</b>	<b>21,571</b>	<b>39,672</b>	<b>42,489</b>	<b>84,180</b>
3	<b>Profit / (Loss) from Operations before Other Income, finance costs &amp; exceptional items (1-2)</b>	<b>(99)</b>	<b>900</b>	<b>523</b>	<b>801</b>	<b>1,347</b>	<b>3,163</b>
4	Other Income	467	126	724	593	847	1,321
5	<b>Profit from ordinary activities before finance costs &amp; exceptional items (3+4)</b>	<b>368</b>	<b>1,026</b>	<b>1,247</b>	<b>1,394</b>	<b>2,194</b>	<b>4,484</b>
6	Finance Cost	841	765	1,115	1,606	1,968	3,918
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(473)</b>	<b>261</b>	<b>132</b>	<b>(212)</b>	<b>226</b>	<b>566</b>
8	Exceptional Items						
	(Loss)/profit from discontinued operations	609	(19)	(22)	590	(28)	(23)
9	<b>Profit from Ordinary activities before Tax (7+8)</b>	<b>136</b>	<b>242</b>	<b>110</b>	<b>378</b>	<b>198</b>	<b>543</b>
10	Tax expense -earlier year	-	-	-	-	-	-
11	<b>Net Profit from Ordinary Activities after tax (9-10)</b>	<b>136</b>	<b>242</b>	<b>110</b>	<b>378</b>	<b>198</b>	<b>543</b>
12	Extraordinary Items (net of Tax expense)	-	-	-	-	-	-
13	<b>Net Profit for the period (11+12)</b>	<b>136</b>	<b>242</b>	<b>110</b>	<b>378</b>	<b>198</b>	<b>543</b>
14	Share of profit (+) / Loss (-) of associates	-	-	-	-	-	-
15	Minority interest	-	-	-	-	-	-
16	<b>Net Profit after taxes, minority interest &amp; share of profit/(Loss) of associates (13+14+15)</b>	<b>136</b>	<b>242</b>	<b>110</b>	<b>378</b>	<b>198</b>	<b>543</b>
17	Paid-up equity share capital (Rs.2.50 each)	14,953	14,953	13,920	14,953	13,920	14,620
18	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year	-	-	-	-	-	(8,920)
19(i)	<b>Earnings per share (before extra ordinary items) of Rs.2.50 each, not annualised</b>						
	(a) Basic	(0.08)	0.04	0.02	(0.04)	0.04	0.09
	(b) Diluted	(0.08)	0.04	0.02	(0.04)	0.04	0.09
19(ii)	<b>Earnings per share (after extra ordinary items) of Rs.2.50 each not annualised</b>						
	(a) Basic	0.02	0.04	0.02	0.06	0.04	0.09
	(b) Diluted	0.02	0.04	0.02	0.06	0.03	0.09





UNAUDITED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED							
Sl.No.	PARTICULARS	Quarter ended			Upto	Upto	Year ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	31.03.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>Segment Revenue (Net Sales/ Income from each segment)</b>						
(a)	Textiles	11,210	13,242	12,791	24,452	25,428	49,976
(b)	Nylon Filament Yarn	8,167	6,900	8,917	15,067	17,635	35,767
(c)	Unallocated	-	-	-	-	-	-
	Total	19,377	20,142	21,708	39,519	43,063	85,743
	Less : Inter Segment Revenue						
	Net Sales / Income From Operations	19,377	20,142	21,708	39,519	43,063	85,743
<b>2</b>	<b>Segment Results (Profit(+)/Loss(-) before tax and interest from each segment)</b>						
(a)	Textiles	(367)	646	586	279	1,231	1,814
(b)	Nylon Filament Yarn	786	394	322	1,180	625	2,481
(c)	Unallocated	-	-	-	-	-	-
	Total	419	1,040	908	1,459	1,856	4,295
	Less: (i) Finance costs	841	765	1,115	1,606	1,968	3,918
	(ii) Other Un-allocable (Income)/Expenditure net off	51	14	(339)	65	(338)	(189)
	(iii) Un-allocable Income						
	(iv) Exceptional Item						
(a)	(Loss)/profit from discontinued operations	609	(19)	(22)	590	(28)	(23)
	Total profit before Tax	136	242	110	378	198	543
<b>3</b>	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>						
(a)	Textiles	24,991	26,758	29,349	24,991	29,349	27,259
(b)	Nylon Filament Yarn	5,277	5,121	3,701	5,277	3,701	5,316
(c)	Unallocated	(23,225)	(24,970)	(26,678)	(23,225)	(26,678)	(25,875)
	Total	7,043	6,909	6,372	7,043	6,372	6,700

**Notes:**

- The above results for the quarter ended 30.09.2016 are after the Limited Review carried out by the Statutory Auditors and have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at its meeting held on 11.11.2016.
- In earlier years, operations of Textile Unit at Sriganganagar were discontinued. The Company has recognised Rs. - 609 lakhs (net) as profit from discontinued operations during the quarter which includes long term capital gain of Rs.629 lakhs arising on settlement of the litigation wherein 40 bighas of land has been surrendered in lieu of advance of Rs.633.50 lakhs received in earlier years. This settlement has been taken on record by the Court at Sriganganagar on 12.07.2016.
- The company had executed Corporate guarantee for Rs.400 lacs towards Equipment Credit Scheme on 01.09.1993 and also for a foreign currency loan of DM 166,566,406 equivalent to Rs.3580 lacs as on 27.03.1998 availed by JCT Electronics Ltd.from IFCI Ltd. Subsequently, IFCI Ltd. has assigned their debt to Asset Reconstruction Company (India) Limited (ARCIL) who have issued notice to the Company on 07.11.15 for winding up u/s 433 (e) & 434 of the Companies Act,1956. The Company has disputed the notice with ARCIL and has been legally advised that demand is not sustainable.
- (i) The winding up petition filed by the Trustee, The Bank of Newyork, Mellon, of Foreign Currency Convertible Bonds holders (FCCBs) in the High Court of Punjab and Haryana was disposed off on 27th January, 2015 against which the appeal was filed by the Trustee and Company with the Senior Bench of the High Court wherein the consent term finalized by the Company with the Trustee and bondholders was allowed by the High court on 5th June, 2015, pursuant to which the appeal stood adjourned sine a die.  
(ii) The Company has complied with all the conditions of the consent terms and accordingly it became effective. The Company as per consent terms is to pay to FCCBs holder US\$ 19.19 million towards principal and redemption premium of US\$ 15.00 million and defaulted interest of US\$ 4.19 million in 10 installments commencing from 5th October, 2015 to 5th December, 2017 alongwith the interest @ 6% p.a. on the reducing balance.  
(iii) Based on the communication dated 24th May,2016 from a bond holder, the partially unpaid installments aggregating to US \$ 2.22 million upto 05.03.16 has been spread over equally over the remaining installments w.e.f. 05.06.2016, Further the Company could pay US \$1.80 million against installment of US \$2.53 million due on 05.06.2016.  
(iv) Interest payable on FCCBs as detailed below is accounted for on payment basis:  
-Interest accrued @ 6% p.a. payable on FCCBs of US\$ 15 million for the period from 8th April, 2011 to 5th June, 2015, aggregating to US\$ 1.97 million equivalent Rs. 1325 lakhs.  
-Interest accrued and accruing of Rs. 1940 lakhs on outstanding balance of Rs. 6978 lakhs as at 30.09.2016  
In view of the management it is considered prudent to account for the aforesaid interest on payment basis as the interest has been spread together with the principal in 7 installments commencing from 05.06.2016 to 05.12.2017.As such , no provision has been made for such interest aggregating to US\$ 0.64 million equivalent Rs. 416 lakhs for the quarter ending 30.09.2016 and US\$ 4.86 million equivalent to Rs.3265 lakhs cumulative.
- The company identified land at Sriganganagar,Village Satbari,New Delhi, Surplus land 26 acres at Phagwara and around 120 acres at Village Chohal,Hoshiarpur as non core assets. The Company had sold some assets which comprise some parts of land at Phagwara (in pursuance of the Agreement to Sell 12 acres of land), some part of the land including 0.771 Acres taken by National Highway Authority of India out of two parcels of land at Hoshiarpur (approved by CDR - EG) and settled for 40 Bighas of land at Sri Ganganagar against 80 Bighas.
- Debit/ credit balances in account of few parties are subject to confirmation/ reconciliation.
- Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on a going basis on the strength of continued support from the promoters, bankers/ other lenders. Further, the Company is in the process of disposing off some of its non-core fixed assets to reduce its debts and improve its liquidity. The mangement, considering the future plans for operation and support of the promoters, lenders, business associates and workmen, is hopeful of improved profitability needing to further improvement in its financial position.
- The figures of the previous period have been regrouped/reclassified, wherever necessary, to confirm to current period's classification.

Place: New Delhi  
Dated: 11th November, 2016



BY ORDER OF THE BOARD

SAMIR THAPAR  
CHAIRMAN & MANAGING DIRECTOR  
DIN : 00062287



		(Rs in lakhs)	
Statement of assets and liabilities		As at 30.09.2016	As at 31.03.2016
		(Unaudited)	(Audited)
<b>A</b>	<b><u>EQUITY AND LIABILITIES</u></b>		
1	<b>Shareholders' Fund</b>		
	(a) Share Capital	14,953	15,620
	(b) Reserves & Surplus	(3,253)	(4,174)
	<b>Sub-total-Shareholders' fund</b>	<b>11,700</b>	<b>11,446</b>
2	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	10,071	13,538
	(b) Other long term liabilities	2,395	2,367
	(c) Long-term provision	4,622	4,974
	<b>Sub-total-Non-current liabilities</b>	<b>17,088</b>	<b>20,879</b>
3	<b>Current liabilities</b>		
	(a) Short-term borrowings	8,865	8,917
	(b) Trade payables	12,070	11,639
	(c) Other current liabilities	15,495	13,569
	(d) Short-term provision	539	534
	<b>Sub-total-Current liabilities</b>	<b>36,969</b>	<b>34,659</b>
	<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>65,757</b>	<b>66,984</b>
<b>B</b>	<b><u>ASSETS</u></b>		
1	<b>Non-current assets</b>		
	(a) Fixed assets	36,284	36,914
	(b) Non-current investments	422	422
	(c) Long term loans and advances	672	834
	<b>Sub-total-Non-current assets</b>	<b>37,378</b>	<b>38,170</b>
2	<b>Current assets</b>		
	(a) Current Investments	11	55
	(b) Inventories	16,335	16,331
	(c) Trade receivables	7,450	8,021
	(d) Cash and cash equivalents	1,201	1,527
	(e) Short-term loans and advances	1,890	1,411
	(f) Other current assets	1,492	1,469
	<b>Sub-total-Current assets</b>	<b>28,379</b>	<b>28,814</b>
	<b>TOTAL -ASSETS</b>	<b>65,757</b>	<b>66,984</b>

Place: New Delhi  
Dated: 11th November, 2016



*(Signature)*  
**(SAMIR THAPAR)**  
**CHAIRMAN & MANAGING DIRECTOR**  
**DIN: 00062287**

**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL  
RESULTS FOR THE QUARTER ENDED 30<sup>TH</sup> SEPTEMBER, 2016  
TO THE BOARD OF DIRECTORS OF JCT LIMITED**

**1. Introduction**

We have reviewed the accompanying statement of unaudited financial results (hereinafter referred to as 'Unaudited Results') of M/s JCT Ltd. Village Chohal, Hoshiarpur -146 024 (Punjab) for the quarter ended 30<sup>th</sup> September, 2016 which has been approved by the Board of the Directors in their meeting held on 11<sup>th</sup> November, 2016. Management is responsible for the preparation and fair presentation of these Unaudited Result in accordance with applicable Accounting Standards and other recognized accounting practices and policies. Our responsibility is to issue a report thereon.

The Unaudited Results incorporates the results of Textile Unit at Phagwara, discontinued textile operations at Sriganganagar, Filaments Unit at Hoshiarpur and Head Office at Delhi reviewed by us.

**2. Scope of Review**

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**3. Basis for Qualified Conclusion**

The Company on completion of the compliance of the consent terms agreed to pay off the Foreign Currency Convertible Bondholders ("FCCB") their dues of US\$ 19.19 million towards principal and redemption premium of US\$ 15 million and defaulted interest US\$ 4.19 million in 10 installments starting from 05-10-2015 and final on 05-12-2017 along with interest @ 6% on reducing balance. Further the Company during the quarter has partly paid US\$ 1.1 million and upto 30<sup>th</sup> September, 2016 US\$ 1.8 million against installment of US\$ 2.53 million due on 05-06-2016. The interest of Rs. 1325 lakhs pertaining to the period from 08-04-2011 to 05-06-2015 and interest accrued and accruing of Rs.1940 lakhs on outstanding balance of Rs.6978 lakhs aggregating Rs.3265 lakhs as at 30.09.2016 though crystallized and accrued has not been accounted for on accrual basis by the company for the reasons as detailed in Note A.3 of Annexure 'X' to the Unaudited Results by the management. This treatment is not in compliance with the Accounting Standards and the provisions of the Companies Act, 2013. Had the interest been accounted for on accrual basis as stated above, the losses would be Rs.3129 lakhs for the quarter (as against reported profit of Rs. 136 lakhs).

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#### 4. Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying Unaudited Results, prepared in accordance with the applicable Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### 5. Emphasis of Matters

We draw attention to the following matters as contained in **Annexure -x to the Unaudited Results**.

- Note No. A.5, regarding non-confirmation/ reconciliation of balances in the accounts of few parties.
- Note No. A.6, Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on going concern basis on the grounds as disclosed in the Note No. A.6.

Our Conclusion is not qualified in respect of these matters.

Place: New Delhi  
Date: 11<sup>th</sup> November, 2016

For S.P. CHOPRA & Co.  
Chartered Accountants  
Firm Registration No. 000346N




**SANJIV GUPTA**  
Partner  
Membership No. 83364



**JCT LIMITED**  
**REGD.OFFICE : VILLAGE CHOHAL, DIST. HOSHIARPUR, (PUNJAB) 146 024**  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2016**

	Quarter ended 30th Sep.,2016 Rs in lakhs (Unaudited)
<b>1</b>	<b>Income from Operations</b>
	Gross Sales 20,307
	Less: Excise Duty 930
	(a) Net Sales/ Income from operations (net of excise duty) 19,377
	(b) Other operating income 519
	<b>Total Income from Operations (net) 19,896</b>
<b>2</b>	<b>Expenses</b>
	(a) Cost of materials consumed 11,898
	(b) Changes in inventories of finished goods,work-in-progress and stock-in-trade (820)
	(c) Power and Fuel 2,772
	(d) Employee benefits expense 3,326
	(e) Depreciation and amortisation 773
	(f) Other expenses 2,046
	<b>Total expenses 19,995</b>
<b>3</b>	<b>Profit from operations before other income, finance costs and exceptional items (1-2) (99)</b>
<b>4</b>	<b>Other Income 467</b>
<b>5</b>	<b>Profit from ordinary activities before finance costs and exceptional items (3+4) 368</b>
<b>6</b>	<b>Finance costs 841</b>
<b>7</b>	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6) (473)</b>
<b>8</b>	<b>Exceptional items-Profit/(loss) from Discontinued Operations 609</b>
<b>9</b>	<b>Profit from ordinary activities before tax (7-8) 136</b>
<b>10</b>	<b>Tax expense -</b>
<b>11</b>	<b>Net Profit from ordinary activities after tax (9-10) 136</b>
<b>12</b>	<b>Extraordinary items -</b>
<b>13</b>	<b>Net Profit for the period (11-12) 136</b>
<b>14</b>	<b>Paid-up equity share capital (Face value- Rs.2.50 each) 14,953</b>
<b>15</b>	<b>Reserves excluding Revaluation Reserve as per Balance Sheet as at 31.03.2016 (8,920)</b>
<b>16 (i)</b>	<b>Earnings per share (EPS) (before exceptional items) (Face Value of Rs. 2.50 each) (Not Annualised)</b>
	(a) Basic (0.08)
	(b) Diluted (0.08)
<b>16 (ii)</b>	<b>Earnings per share (EPS) (after exceptional items) (Face Value of Rs. 2.50 each) (Not Annualised)</b>
	(a) Basic 0.02
	(b) Diluted 0.02

  
(V K Singhal)  
Chief Financial Officer



  
(Nidhi Goel)  
Company Secretary

For S.P.CHOPRA & CO.  
Chartered Accountants  
Firm Registration No.000346N

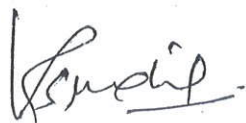
  
Sanjiv Gupta  
Partner  
Membership no.83364





Segment Reporting under Clause 41 of the Listing Agreement with  
Stock Exchanges for the Quarter ended 30th September,2016

		Quarter ended 30th Sep, 2016 Rs in lakhs (Unaudited)
1	Segment Revenue (Net Sales/Income from each segment)	
(a)	Textiles	11,210
(b)	Nylon Filament Yarn	8,167
(c)	Unallocated (if any)	-
	<b>Total</b>	<b>19,377</b>
	Less: Inter Segment Revenue	-
	<b>Net Sales/Income From Operations</b>	<b>19,377</b>
2	Segment Results-Profit/(Loss) before Tax and Interest from each segment)	
(a)	Textiles	(367)
(b)	Nylon Filament Yarn	786
(c)	Unallocated (if any)	-
	<b>Total</b>	<b>419</b>
	Less: (i) Finance Costs	841
	(ii) Other Unallocable (Income)/Expenditure (net)	51
	<b>Profit / (Loss) after Interest but before Exceptional Items</b>	<b>(473)</b>
	Exceptional items -(Loss)-Discontinued Operations	609
	<b>Profit after Exceptional Items</b>	<b>136</b>
3	Capital Employed (Segment Assets - Segment Liabilities)	
(a)	Textiles	24,991
(b)	Nylon Filament Yarn	5,277
(c)	Unallocated	(23,225)
	<b>Total</b>	<b>7,043</b>

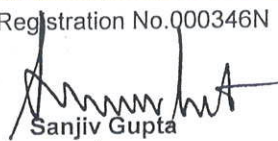


(V K Singhal)  
Chief Financial Officer




(Nidhi Goel)  
Company Secretary

For S.P.CHOPRA & CO.  
Chartered Accountants  
Firm Registration No.000346N



Sanjiv Gupta  
Partner

Membership no.83364





B. Audit qualifications/emphasis of matters/other matters

In respect of the Audited Accounts of the previous accounting year ended 31st March, 2016 are given hereunder: Manner in which audit qualifications/ references of the previous accounting year ended 31st March, 2016 are addressed by the management in the unaudited financial results for the Quarter ended 30.09.2016.

- 1 Qualified opinion, we draw attention to the following note in our Independent Report attached with the financial statements:
  - i Non provision of interest aggregating Rs.2,955.12 lakhs payable on unpaid amount of Foreign Currency Convertible Bonds (FCCBs) which is not in line with the Accounting Standards and the provisions of the Companies Act, 2013 and the rules. Refer note no.A.3 above.
- 2 Without qualifying our opinion, we draw attention to the following notes in the financial statements:
  - i Note No. 31.6 : Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on going concern basis on the grounds as disclosed in the said note. Refer note no.A.6 above.
  - ii Note No. 31.9 : Non-confirmation/ reconciliation of certain balances in trade receivables, advances and trade payables of the Company. The letters have been sent to most of the parties for confirmation of balances. However, due to non receipt of the response from some of the parties, the impact if any, subsequent to confirmation will be taken in the year of confirmation/ reconciliation.
- 3 Other matters specified in paragraph 3 and 4 of the Order as required by 'the Companies (Auditor's Report) Order, 2016' ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act.
- i. Tax deducted at source of Rs.64.73 lakhs on payment to bond holders of Foreign Currency Convertible Bonds is not yet deposited. Tax deducted at source of Rs.64.73 lakhs on payment to bondholders of Foreign Currency Convertible Bonds has been deposited on 28.09.16

(V K Singhal)  
Chief Financial Officer



(Nidhi Goel)  
Company Secretary

For S.P.CHOPRA & CO.  
Chartered Accountants  
Firm Registration No.000346N

Sanjiv Gupta  
Partner  
Membership no. 83364



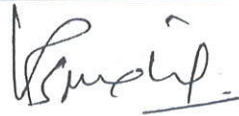
JCT LIMITEDNOTES TO THE UNAUDITED FINANCIAL RESULTS FOR THE  
QUARTER ENDED 30TH SEPTEMBER, 2016

A.1	In earlier years, operations of Textile Unit at Sriganganagar were discontinued. The Company has recognised Rs. - 609 lakhs (net) as profit from discontinued operations during the quarter which includes long term capital gain of Rs.629 lakhs arising on settlement of the litigation wherein 40 bighas of land has been surrendered in lieu of advance of Rs.633.50 lakhs received in earlier years. This settlement has been taken on record by the Court at Sriganganagar on 12.07.2016.
2	The company had executed Corporate guarantee for Rs.400 lacs towards Equipment Credit Scheme on 01.09.1993 and also for a foreign currency loan of DM 166,566,406 equivalent to Rs.3580 lacs as on 27.03.1998 availed by JCT Electronics Ltd.from IFCI Ltd. Subsequently, IFCI Ltd. has assigned their debt to Asset Reconstruction Company (India) Limited (ARCIL) who have issued notice to the Company on 07.11.15 for winding up u/s 433 (e) & 434 of the Companies Act,1956.The Company has disputed the notice with ARCIL and has been legally advised that demand is not sustainable.
3	<p>(i) The winding up petition filed by the Trustee, The Bank of Newyork, Mellon, of Foreign Currency Convertible Bonds holders (FCCBs) in the High Court of Punjab and Haryana was disposed off on 27th January, 2015 against which the appeal was filed by the Trustee and Company with the Senior Bench of the High Court wherein the consent term finalized by the Company with the Trustee and bondholders was allowed by the High court on 5th June, 2015, pursuant to which the appeal stood adjourned sine a die.</p> <p>(ii) The Company has complied with all the conditions of the consent terms and accordingly it became effective. The Company as per consent terms is to pay to FCCBs holder US\$ 19.19 million towards principal and redemption premium of US\$ 15.00 million and defaulted interest of US\$ 4.19 million in 10 installments commencing from 5th October, 2015 to 5th December, 2017 alongwith the interest @ 6% p.a. on the reducing balance.</p> <p>(iii) Based on the communication dated 24th May,2016 from a bond holder, the partially unpaid installments aggregating to US \$ 2.22 million upto 05.03.16 has been spread over equally over the remaining installments w.e.f. 05.06.2016,Further the Company could pay US \$1.80 million against installment of US \$2.53 million due on 05.06.2016.</p> <p>(iv) Interest payable on FCCBs as detailed below is accounted for on payment basis:  -Interest accrued @ 6% p.a. payable on FCCBs of US\$ 15 million for the period from 8th April, 2011 to 5th June, 2015, aggregating to US\$ 1.97 million equivalent Rs. 1325 lakhs.  -Interest accrued and accruing of Rs. 1940 lakhs on outstanding balance of Rs. 6978 lakhs as at 30.09.2016  In view of the management it is considered prudent to account for the aforesaid interest on payment basis as the interest has been spread together with the principal in 7 installments commencing from 05.06.2016 to 05.12.2017.As such , no provision has been made for such interest aggregating to US\$ 0.64 million equivalent Rs. 416 lakhs for the quarter ending 30.09.2016 and US\$ 4.86 million equivalent to Rs.3265 lakhs cumulative.</p>
4	The company identified land at Sriganganagar,Village Satbari,New Delhi, Surplus land 26 acres at Phagwara and around 120 acres at Village Chohal,Hoshiarpur as non core assets. The Company had sold some assets which comprise some parts of land at Phagwara (in pursuance of the Agreement to Sell 12 acres of land), some part of the land including 0.771 Acres taken by National Highway Authority of India out of two parcels of land at Hoshiarpur (approved by CDR - EG) and settled for 40 Bighas of land at Sri Ganganagar against 80 Bighas.
5	Debit/ credit balances in account of few parties are subject to confirmation/ reconciliation.
6	Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on a going basis on the strength of continued support from the promoters, bankers/ other lenders. Further, the Company is in the process of disposing off some of its non-core fixed assets to reduce its debts and improve its liquidity. The mangement, considering the future plans for operation and support of the promoters, lenders, business associates and workmen, is hopeful of improved profitability needing to further improvement in its financial position.
7	The figures of the previous period have been regrouped/reclassified, wherever necessary, to confirm to current period's classification.

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		(Rs in lakhs)	
Statement of assets and liabilities		As at 30.09.2016	As at 31.03.2016
		(Unaudited)	(Audited)
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' Fund</b>		
	(a) Share Capital	14,953	15,620
	(b) Reserves & Surplus	(3,253)	(4,174)
	<b>Sub-total-Shareholders' fund</b>	<b>11,700</b>	<b>11,446</b>
<b>2</b>	<b>Non-current liabilities</b>		
	(a) Long-term borrowings	10,071	13,538
	(b) Other long term liabilities	2,395	2,367
	(c) Long-term provision	4,622	4,974
	<b>Sub-total-Non-current liabilities</b>	<b>17,088</b>	<b>20,879</b>
<b>3</b>	<b>Current liabilities</b>		
	(a) Short-term borrowings	8,865	8,917
	(b) Trade payables	12,070	11,639
	(c) Other current liabilities	15,495	13,569
	(d) Short-term provision	539	534
	<b>Sub-total-Current liabilities</b>	<b>36,969</b>	<b>34,659</b>
	<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>65,757</b>	<b>66,984</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	(a) Fixed assets	36,284	36,914
	(b) Non-current investments	422	422
	(c) Long term loans and advances	672	834
	<b>Sub-total-Non-current assets</b>	<b>37,378</b>	<b>38,170</b>
<b>2</b>	<b>Current assets</b>		
	(a) Current Investments	11	55
	(b) Inventories	16,335	16,331
	(c) Trade receivables	7,450	8,021
	(d) Cash and cash equivalents	1,201	1,527
	(e) Short-term loans and advances	1,890	1,411
	(f) Other current assets	1,492	1,469
	<b>Sub-total-Current assets</b>	<b>28,379</b>	<b>28,814</b>
	<b>TOTAL -ASSETS</b>	<b>65,757</b>	<b>66,984</b>



(V.K. Singhal)  
Chief Financial Officer





(Nidhi Goel)  
Company Secretary

For S.P.CHOPRA & CO.  
Chartered Accountants  
Firm Registration No.000346N

  
Sanjiv Gupta

Partner

Membership no. 83364

