



I T I LIMITED

Reg. & Corporate Office,

ITI Bhavan, Doorvaninagar, Bangalore-560016

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CIN No: L32202KA1950GOI00640

Statement of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2014

PART I

₹ in Lakhs except Per share data

Sl. No.	Particulars	Quarter ended (31/12/2014)	Quarter ended (30/09/2014)	Quarter ended (31/12/2013)	Nine months ended (31/12/2014)	Nine months ended (31/12/2013)	Year ended (31/03/2014)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net sales/income from operations (Net of excise duty & Service Tax)	16,046	12,377	15,466	38,119	43,068	70,546
	(b) Other operating income	-	30	26	32	53	326
	Total income from operations (net)	16,046	12,407	15,492	38,151	43,121	70,872
2	Expenses						
	(a) Cost of materials and Services	10,374	6,249	5,828	21,446	20,412	46,077
	(b) Purchases of stock-in-trade	1,202	3,303	5,549	5,590	12,439	5,771
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	243	51	(173)	473	(157)	198
	(d) Employee benefits expense	7,728	9,091	9,381	25,941	29,527	33,732
	(e) Depreciation and amortisation expense	423	433	422	1,284	1,325	1,722
	(f) Other expenses	1,511	1,505	1,757	4,456	4,884	9,478
	Total expenses	21,481	20,632	22,764	59,190	68,430	96,978
	Profit / (Loss) from operations before other income, finance costs, exceptional items and Prior Period Items (1-2)	(5,435)	(8,225)	(7,272)	(21,039)	(25,309)	(26,106)
4	Other Income	832	993	550	2,355	1,839	3,706
5	Profit / (Loss) from ordinary activities before finance costs, exceptional items and Prior Period Items (3 + 4)	(4,603)	(7,232)	(6,722)	(18,684)	(23,470)	(22,400)
6	Finance costs	3,952	3,791	3,351	11,259	8,661	12,231
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items and Prior Period Items (5 - 6)	(8,555)	(11,023)	(10,073)	(29,943)	(32,131)	(34,631)
8	a. Exceptional items - Income	16,500	-	-	16,500	-	-
	b. Exceptional items - (Expense)	(16,500)	-	-	(16,500)	-	-
	c. Prior Period Adjustments	-	-	-	-	-	205
9	Profit / (Loss) from Ordinary Activities before Tax (7+8)	(8,555)	(11,023)	(10,073)	(29,943)	(32,131)	(34,426)
10	Tax expenses	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(8,555)	(11,023)	(10,073)	(29,943)	(32,131)	(34,426)
12	Extraordinary Items (net of tax expense ₹ Nil Lakhs)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 + 12)	(8,555)	(11,023)	(10,073)	(29,943)	(32,131)	(34,426)
14	Paid-up equity share capital (Face Value of ₹ 10 each)	28,800	28,800	28,800	28,800	28,800	28,800
15	Reserve excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-	(2,14,362)
16	Earnings per share (before extraordinary items) (of ₹ 10 each) (not annualised):	(3.21)	(4.06)	(3.73)	(11.10)	(11.85)	(12.88)
	Basic & Diluted (in ₹)						
17	Earnings per share (after extraordinary items) (of ₹ 10 each) (not annualised):	(3.21)	(4.06)	(3.73)	(11.10)	(11.85)	(12.88)
	Basic & Diluted (in ₹)						



PART II						
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	- Number of shares	2,88,00,000	2,88,00,000	2,88,00,000	2,88,00,000	2,88,00,000
	- Percentage of shareholding	10.00%	10.00%	10.00%	10.00%	10.00%
2	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	-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) Non - encumbered					
	-Number of shares	25,92,00,000	25,92,00,000	25,92,00,000	25,92,00,000	25,92,00,000
	-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)	90	90	90	90	90

Particulars	3 months ended (31.12.2014)
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

NOTES:

- The above unaudited financial results for the quarter and nine months ended 31.12.2014 were reviewed by the Audit Committee and upon its recommendations, were approved by the Board of Directors at their meeting held on 13th Feb 2015
- A Limited Review of the Financial Results for the quarter and nine months ended December 31, 2014 has been carried out by Statutory Auditors of the company pursuant to clause 41 of the listing agreement.
- Previous year/ Quarter figures have been regrouped/restated wherever necessary.
- The Company is primarily engaged in the business of manufacturing, trading and servicing of telecommunication equipments and rendering other associated / ancillary services and there are no other reportable segments as per Accounting Standard (AS) 17 on Segment Reporting.
- The Company is a sick company as per provisions of Sick Industrial Companies Act (SICA), 1985. CCEA has approved a financial assistance of Rs.4156.79 crores in February 2014, for Revival of ITI under Rehabilitation Scheme.
- The Company has continued to charge depreciation on Straight Line Method as per the useful life of the assets as assessed by the Management in the previous years as against the useful life as prescribed under Part C of schedule - II to the Companies Act 2013 which came into effect from 1st April, 2014 and the Statutory Auditors have qualified the Review Report in this regard.
- Based on the order of the Honourable Supreme Court, a sum of Rs 165 Crores has been provided towards arrears of Pay Revision to the employees and the same has been shown as an Exceptional Item - Expense. The sanction of financial relief of Rs 165 Crores against the above liability by the Ministry of Communications & IT has been reflected under Exceptional Item- Income.

As Per our report of even date
For Sundar Srini & Sridhar
Chartered Accountants
Firm Registration No: 004201S

S. Sridhar
Partner
Membership No: 25504

For ITI LIMITED

K K Gupta
Director Production

Place: Bangalore
Date: 13th Feb 2015



Independent Auditors' Review Report

To
The Board of Directors
ITI Limited
ITI Bhavan, Doorvaninagar,
Bangalore – 560 016.


We have reviewed the accompanying statement of unaudited financial results of **ITI Limited ("the Company") for the Quarter and Nine Months ended December 31, 2014 ("the statement")** 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 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 the Statement based on our review.

We conducted our review of the Statement 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. 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on the information provided to us, the company has continued to charge depreciation based on the estimated useful life of the assets as assessed by the management in the previous years as against the useful life of assets as prescribed under Part C of Schedule II to the Companies Act, 2013 which came into effect from April 1, 2014. The impact, if any, on the financial results if Schedule II had been followed for computing depreciation could not be quantified.

Based on our review conducted as above, *with the exception of the matter specified in the preceding paragraph*, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Sundar Srini & Sridhar
Chartered Accountants
Firm Registration No. 0042015


S. Sridhar
Partner
Membership No. 025504
Place: Bangalore
Date: February 13, 2015

