

AFTEK LIMITED

Corp. Office : 703-706, 7th Floor, Makhija Chambers,
196, Turner Road, Opp H P Petrol Pump,
Bandra (West), Mumbai - 400 050
Maharashtra, India.

Phone : 91-22-2641 3665

Fax : 91-22-2641 3668



May 30, 2014

Bombay Stock Exchange Ltd.
P.J Towers
Dalal Street,
Fort, Mumbai - 400 001

120820140784

[Scrip Code : 530707]

National Stock Exchange of India Ltd.
"Exchange Plaza", Bandra-Kurla Complex,
Bandra (East),
Mumbai - 400051.

[Scrip Code : AFTEK]

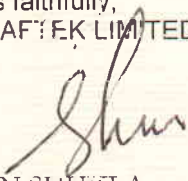
SUB: AUDITED FINANCIAL RESULTS FOR THE YEAR & QUARTER ENDED 31/03/2014

Dear Sir,

Pursuant to clause 41 of the Listing Agreement we enclose herewith the Audited Financial Results for the year and quarter ended on 31/03/2014 approved at the meeting of the Board of Directors of the Company held today alongwith Audit Report dated 30th May, 2014.

You are requested kindly to acknowledge receipt.

Yours faithfully,
FOR AFTEK LIMITED


NITIN SHUKLA
DIRECTOR-FINANCE

Encl: a/a.

AFTEK LIMITED

Corp. Office : 703-706, 7th Floor, Makhija Chambers,
196, Turner Road, Opp H P Petrol Pump,
Bandra (West), Mumbai - 400 050
Maharashtra, India.

Phone : 91-22-2641 3665

Fax : 91-22-2641 3668

**AFTEK LIMITED**

"Aftek House", 265, Veer Savarkar Marg, Shivaji Park, Dadar, Mumbai - 400 028.

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2014.

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2014						
(₹ in Lakhs)						
PART I		3 months ended			Year Ended	
Particulars		31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
		(Audited)	(Unaudited)	Audited	(Audited)	
1. Income from operations						
(a) Net Sales/Income from Operations (Net of excise duty)		1,874.21	1,822.29	2,421.64	7,574.87	11,092.38
(b) Other operating income		-	-	-	-	-
Total Income from operations (net)		1,874.21	1,822.29	2,421.64	7,574.87	11,092.38
2. Expenses						
(a) Cost of materials consumed		4.81	20.48	18.35	75.18	121.07
(b) Purchase of stock-in-trade		-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade		0.25	1.16	(0.10)	0.60	(0.21)
(d) Employees' benefits expense		74.86	72.61	82.38	306.79	379.34
(e) Depreciation and amortisation expense		1,729.96	2,031.96	1,968.26	7,755.65	8,226.11
(f) Software development expenses		156.71	158.22	172.45	667.10	738.85
(g) Other expenditure		34.13	53.53	3,765.47	1,364.04	4,516.43
(h) Foreign Exchange fluctuation loss/(gain)		542.33	225.29	144.41	(1,484.96)	(765.12)
Total Expenses		2,543.05	2,563.25	6,151.22	8,684.40	13,218.57
3. Profit/(Loss) from Operations before Other Income, finance costs and exceptional Items (1-2)		(668.84)	(740.96)	(3,729.58)	(1,109.53)	(2,126.19)
4. Other income		-	0.27	0.44	4.85	151.44
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)		(668.84)	(740.69)	(3,729.14)	(1,104.68)	(1,974.75)
6. Finance costs		197.64	198.06	221.82	782.85	955.81
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional Items (5+6)		(866.48)	(938.75)	(3,950.96)	(1,887.53)	(2,930.56)
8. Exceptional items		-	-	-	-	-
9. Profit/(Loss) from Ordinary Activities before tax (7+8)		(866.48)	(938.75)	(3,950.96)	(1,887.53)	(2,930.56)
10. Tax expense		(54.14)	-	(468.65)	(54.14)	(411.45)
11. Net Profit/(Loss) from Ordinary Activities after tax (9+10)		(812.34)	(938.75)	(3,482.31)	(1,833.39)	(2,742.11)
12. Extraordinary items (Net of tax expenses)		-	-	-	-	-
13. Net Profit/(Loss) for the period (11+12)		(812.34)	(938.75)	(3,482.31)	(1,833.39)	(2,742.11)
14. Paid-up equity share capital (Face Value of ₹ 2/- per share)		2,203.76	2,203.76	2,203.76	2,203.76	2,203.76
15. Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year		-	-	-	40,960.77	42,734.16
16. (i) Earnings per share (before extraordinary items) (of ₹ 2/- each) (* not annualised)						
(a) Basic		*(0.74)	*(0.85)	*(3.45)	(1.66)	(2.49)
(b) Diluted		*(0.74)	*(0.85)	*(3.45)	(1.66)	(2.49)
16. (ii) Earnings per share (after extraordinary items) (of ₹ 2/- each) (* not annualised)						
(a) Basic		*(0.74)	*(0.85)	*(3.45)	(1.66)	(2.49)
(b) Diluted		*(0.74)	*(0.85)	*(3.45)	(1.66)	(2.49)
PART II						
A. PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares		105,820,895	105,717,558	105,455,995	105,820,895	105,455,995
- Percentage of shareholding		96.04	95.94	95.71	96.04	95.71



2. Promoters and Promoter Group Shareholding					
a) Pledged / Encumbered					
- Number of shares	190,841	226,841	399,642	190,841	399,642
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	4.37	5.07	8.45	4.37	8.45
- Percentage of shares (as a % of the total share capital of the company)	0.17	0.21	0.36	0.17	0.36
b) Non - encumbered					
- Number of shares	4,176,355	4,243,652	4,332,454	4,176,355	4,332,454
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	95.63	94.93	91.55	95.63	91.55
- Percentage of shares (as a % of the total share capital of the company)	3.79	3.85	3.93	3.79	3.93

B. INVESTOR COMPLAINTS

Particulars	3 months ended 31/03/2014
Pending at the beginning of the quarter	Nil
Received during the quarter	3
Disposed of during the quarter	3
Remaining unresolved at the end of the quarter	Nil

STANDALONE STATEMENT OF ASSETS AND LIABILITIES:

(₹ in Lakhs)

Particulars	As at	
	31/03/2014	31/03/2013
	Audited	
A. EQUITY AND LIABILITIES		
1. Shareholders' Funds		
(a) Share Capital	2,203.76	2,203.76
(b) Reserves and Surplus	40,900.77	42,734.16
Sub-Total-Shareholders' funds	43,104.53	44,937.92
2. Non-Current Liabilities		
(a) Long-Term Borrowings	-	54.14
(b) Deferred Tax Liabilities (Net)	114.35	114.35
(c) Other Long Term Liabilities	65.61	49.94
(d) Long-Term Provisions	179.96	218.43
Sub-Total-Non-current liabilities	179.96	218.43
3. Current Liabilities		
(a) Short Term Borrowings	2,292.01	2,432.29
(b) Trade Payables	14.69	9.85
(c) Other Current Liabilities	13,670.30	12,126.61
(d) Short Term Provisions	985.05	880.70
Sub-Total-Current Liabilities	16,962.05	15,449.45
TOTAL EQUITY AND LIABILITIES	60,246.54	60,605.80
B. ASSETS		
1. Non-Current Assets		
(a) Fixed Assets	31,041.22	34,830.27
(b) Non Current Investments	2,274.06	2,424.05
(c) Long-Term Loans and Advances	4,305.16	4,317.08
(d) Other Non-Current Assets	37.20	46.81
Sub-Total-Non-current Assets	37,657.64	41,618.21
2. Current Assets		
(a) Inventories	82.30	88.87
(b) Trade Receivables	22,467.75	18,859.26
(c) Cash and Bank Balances	30.35	34.34
(d) Short-Term Loans and Advances	8.38	5.00
(e) Other Current Assets	0.12	0.12
Sub-Total-Current Assets	22,588.90	18,987.59
TOTAL EQUITY AND LIABILITIES	60,246.54	60,605.80



NOTES:

1. The above results after being reviewed by the Audit Committee, were approved by the Board of Directors at its meeting held on May 30, 2014.
2. Total Net Sales for the three months ended March 31, 2014 comprise of (1) ₹ 1557.29 Lakhs pertaining to Software Business (Exports), (2) ₹ 31.99 Lakhs pertaining to Software Driven Products and ₹ 284.93 Lakhs pertaining to Software Products (Exports)
3. Figures for the previous periods have been regrouped/reclassified to conform to the figures of the current period.
4. In view of the on-going slowdown in the European and US markets, there have been delays in receivables. Considering the size and standing of its debtors, the Company has not made any provision at this stage towards amount of ₹ 15727.44 Lakhs outstanding for a period of more than 12 months.
5. The figures for the quarter ended 31st March, 2014 are the balancing figure between the audited figures in respect of the full financial year and published year to date figures upto the third quarter of the relevant financial year.
6. **Auditors' in their report have made the following qualification/observation:**

Management has not considered any provision in respect of outstanding Debtors for a period more than 12 months amounting to ₹ 15727.44 Lakhs which in our opinion, as evidenced by the poor recovery made during the year, are doubtful of recovery. Consequently, profit before tax is overstated by ₹ 15727.44 Lakhs.

The company has given certain capital advances and made some investments totalling to ₹ 6975.20 Lakhs towards the building under construction at Hinjewadi, Pune, upto the year ended, 31-3-2010, thereafter there are no further developments/construction made. The said Plot of land is mortgaged to Bank of India - Jersey Channel Islands against the term loan. However since the Company has made default in repayment of Principal and Interest thereon, Bank has demanded repayment total loan and taken the possession of the land along with the construction in progress. The bank has called for bids at a base price of ₹ 1800.00 Lakhs. There is no provision made towards the eventual loss on such auction, which is presently not ascertainable till such disposal. The bank has now agreed for an one time settlement (OTS) of outstandings for ₹ 2600 Lakhs.

For and on behalf of the Board of Directors

Ranjit Khurru

Chairman & Managing Director

Place : Mumbai.

Dated: May 30, 2014.

Website: <http://www.aftek.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 AFTEK LTD

We have audited the quarterly financial results of AFTEK LTD('the Company') for the quarter ended 31st March 2014 and the year to date results for the period 1 April 2013 to 31 March 2014, 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 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.

1. We report that:
 - 1.1 *Management has not considered any provision in respect of outstanding Debtors for a period more than 12 months amounting to Rs. 15727.44 Lacs which in our opinion, as evidenced by the poor recovery made during the year, are doubtful of recovery. Consequently, profit before tax is overstated by Rs. 15727.44 Lacs. Further in our view there is significant uncertainty as to ultimate collection of Debtors due to non receipt from overseas debtors. Therefore we are further unable to comment on recoverability of balance debtors amounting to Rs.6733.21 Lacs;*
 - 1.2 *The company has given certain capital advances and made some investments totaling to 6975.20 Lacs towards the building under construction at Hinjewadi, Pune, upto the year ended, 31-3-2010, thereafter there are no further developments/construction made. The said Plot of land is mortgaged to Bank of India -Jersey Channel Islands against the term loan. However since the Company has made default in repayment of Principal and Interest thereon, Bank has demanded repayment total loan and taken the possession of the land alongwith the construction in progress. The bank has called for bids at a base price of Rs.1800.00 Lacs. There is no provision made towards the eventual loss on such auction, which is presently not ascertainable till such disposal, The bank has now agreed for an one time settlement (OTS) of outstandings for Rs.2600 Lacs.*



- 1.3 *Without qualifying our opinion, we draw attention to the Liability if any of the pending assessment under Income Tax, Sales tax (including interest, if any) which are presently not ascertainable;*
- 1.4 *Without qualifying our opinion, we draw attention to Assets under development for various ongoing projects. Due to the delay in the projects, Assets under development for Rs.19910.32 are yet to be put to use as on the date of balance sheet. The company is of the opinion that with the improved market conditions all the Assets under development will be profitably used by the company in the future projects.*

Subject to the above, 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 31st March 2014 as well as the year to date results for the period from 1 April 2013 to 31 March 2014.

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 GMJ & Co.

(Firm Registration Number: 103429W)

Chartered Accountants



Haridas Bhat

Partner

(Membership Number:-039070)

Place :- Mumbai

Date :- 30th May, 2014