



Badari, Madhusudhan & Srinivasan
CHARTERED ACCOUNTANTS

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ITI LIMITED

**AUDIT REPORT ON THE LIMITED REVIEW OF THE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2013**

To,
Board of Directors of ITI

We have reviewed the accompanying statement of unaudited financial results of ITI Limited for the period ended 30. June 2013 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. 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 recognised 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 Badari, Madhusudhan & Srinivasan
Chartered Accountants

FRN: 005389s

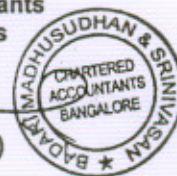
(T.V. Sudarshan)

Partner

M. No. 019108

Place: Bangalore

Date: 06.08.2013





ITIL LIMITED

PART I

₹ in Lakhs

Statement of Standalone Unaudited Financial Results for the Quarter Ended 30/06/2013

Sl. No.	Particulars	3 months ended (30/06/2013)	Preceding 3 months ended (31/03/2013)	Corresponding 3 months ended in the previous year (30/06/2012)	Previous accounting year ended (31/03/2013)
		Unaudited	Unaudited	Unaudited	Audited*
1	Income from operations				
(a)	Net sales/income from operations (Net of Excise Duty & Service Tax)	11,773	30,029	13,389	84,231
(b)	Other operating income	11	73	10	95
	Total Income from operations (net)	11,784	30,102	13,399	84,326
2	Expenses				
(a)	Cost of materials consumed	8,106	21,230	7,860	56,306
(b)	Purchases of stock-in-trade	1,710	1,121	2,699	8,109
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	330	707	178	1,088
(d)	Employee benefits expense	10,063	9,158	9,448	39,275
(e)	Depreciation and amortisation expense	452	345	508	1,832
(f)	Other expenses	1,561	3,370	1,545	8,111
	Total expenses	22,222	35,931	22,238	1,14,723
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(10,438)	(5,829)	(8,839)	(30,397)
4	Other Income	714	2,093	353	3,342
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(9,724)	(3,736)	(8,486)	(27,055)
6	Finance costs	2,428	3,089	2,034	8,925
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(12,152)	(6,825)	(10,520)	(35,980)
8	Exceptional Items	-	4,785	-	4,775
9	Profit / (Loss) from Ordinary Activities before Tax (7-8)	(12,152)	(2,040)	(10,520)	(31,205)
10	Tax expenses	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(12,152)	(2,040)	(10,520)	(31,205)
12	Extraordinary Items (net of tax expense ₹. . Lakhs)	-	13,000	-	13,000
13	Net Profit / (Loss) for the period (11 + 12)	(12,152)	10,960	(10,520)	(18,205)
14	Paid-up equity share capital (Face Value of ₹ 10 each)	28,800	28,800	28,800	28,800
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-
16	Earnings per share (before extraordinary items) (of ₹ 10 each) (not annualised): Basic & Diluted (in ₹)	(4.45)	(0.94)	(3.88)	(11.76)
17	Earnings per share (after extraordinary items) (of ₹ 10 each) (not annualised): Basic & Diluted (in ₹)	(4.45)	3.58	(3.88)	(7.25)

* Subject to supplementary audit by C&AG

PART II					
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding				
-	Number of shares	2,02,19,310	2,02,19,310	2,02,19,310	2,02,19,310
-	Percentage of shareholding	7.02%	7.02%	7.02%	7.02%
2	Promoters and Promoter Group Shareholding				
a)	Pledged / Encumbered				
-	Number of shares	NII	NII	NII	NII
-	Percentage of shares	NII	NII	NII	NII
(as a % of the total shareholding of promoter and promoter group)					
-	Percentage of shares (as a % of the total share capital of the company)	NII	NII	NII	NII
b)	Non - encumbered				
-	Number of shares	26,77,80,690	26,77,80,690	26,77,80,690	26,77,80,690
-	Percentage of shares	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)	92.98	92.98	92.98	92.98

Particulars	3 months ended (30.06.2013)
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:

- 1 The above unaudited financial results for the quarter ended 30.6.2013 were reviewed by the Audit Committee and upon its recommendations,
- 2 A limited review of the above financial results has been carried out by the Statutory Auditors of the Company, pursuant to clause 41 of the listing
- 3 Previous year/quarter figures have been regrouped, wherever necessary.
- 4 Figures for the preceding three months is the balancing figure between the audited figures for full financial year 2012-13 and year to date published figures up to 31.12.2012
- 5 The Company is engaged in the business of manufacture and sale of telecommunication equipments and there are no separate reportable segments as per Accounting Standard (AS) 17 issued by the Institute of Chartered Accountants of India (ICAI).
- 6 All the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India have been followed in the finalisation of results for the quarter ended 30.06.2013.
- 7 The Company is a Sick Company as per provisions of Sick Industrial Companies Act, 1985.

For ITI LIMITED



R.K. AGARWAL
Director- Marketing & Addl. Charge of Director-Finance

Per our report of even date
For BADARI, MADHUSUDHAN & SRINIVASAN

Chartered Accountants

FBN: 005389S



(T.V. SUDARSHAN)

Partner

M. No. 019108

Place: DELHI

Date: 06.08.2013