

Sundar Srini & Sridhar

Chartered Accountants

Limited Review Report

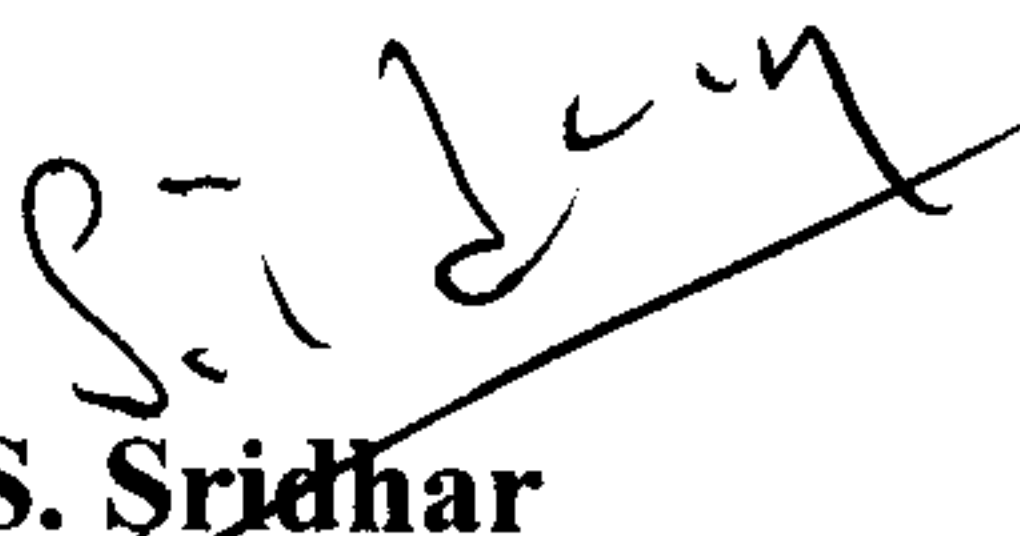
The Board of Directors
ITI Limited.

We have reviewed the accompanying statement of unaudited financial results of ITI Limited for the quarter ended September 30, 2013. This 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 these financial results 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 misstatements. 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 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 Sundar Srini & Sridhar
Chartered Accountants
Firm Registration No. 004201S


S. Sridhar
Partner
Membership No. 025504

Place : New Delhi
Date : November 7, 2013





I T I LIMITED
PART I

₹ in Lakhs

Statement of Standalone Unaudited Financial Results for the Quarter and six months ended 30/09/2013

Sl. No.	Particulars	3 months ended (30/09/2013)	Preceding 3 months ended (30/06/2013)	Corresponding 3 months ended in the previous year (30/09/2012)	Year to Date figures for the current period ended (30/09/2013)	Year to Date figures for the previous year ended (30/09/2012)	Previous accounting year ended (31/03/2013)
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Net sales/income from operations (Net of excise duty & Service Tax)	15,829	11,773	20,184	27,602	33,573	84,231
	(b) Other operating income	16	11	6	27	16	95
	Total income from operations (net)	15,845	11,784	20,190	27,629	33,589	84,326
2	Expenses						
	(a) Cost of materials consumed	6,478	8,106	12,038	14,584	19,898	56,306
	(b) Purchases of stock-in-trade	5,180	1,710	3,343	6,890	6,042	8,109
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(314)	330	208	16	386	1,088
	(d) Employee benefits expense	10,083	10,063	10,433	20,146	19,881	39,275
	(e) Depreciation and amortisation expense	451	452	480	903	988	1,832
	(f) Other expenses	1,566	1,561	1,563	3,127	3,108	8,111
	Total expenses	23,444	22,222	28,065	45,666	50,303	114,723
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(7,599)	(10,438)	(7,875)	(18,037)	(16,714)	(30,397)
4	Other Income	575	714	498	1,289	851	3,342
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(7,024)	(9,724)	(7,377)	(16,748)	(15,863)	(27,055)
6	Finance costs	2,882	2,428	2,380	5,310	4,414	8,925
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	(9,906)	(12,152)	(9,757)	(22,058)	(20,277)	(35,980)
8	Exceptional Items	-	-	-	-	-	4,775
9	Profit / (Loss) from Ordinary Activities before Tax (7+8)	(9,906)	(12,152)	(9,757)	(22,058)	(20,277)	(31,205)
10	Tax expenses	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	(9,906)	(12,152)	(9,757)	(22,058)	(20,277)	(31,205)
12	Extraordinary Items (net of tax expense ₹. ... Lakhs)	-	-	-	-	-	13,000
13	Net Profit / (Loss) for the period (11 + 12)	(9,906)	(12,152)	(9,757)	(22,058)	(20,277)	(18,205)
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	-	-	-	-	-	-
16	Earnings per share (before extraordinary items) (of ₹ 10 each) (not annualised):						
	Basic & Diluted (in ₹)	(3.67)	(4.45)	(3.62)	(8.12)	(7.50)	(11.76)
17	Earnings per share (after extraordinary items) (of ₹ 10 each) (not annualised):						
	Basic & Diluted (in ₹)	(3.67)	(4.45)	(3.62)	(8.12)	(7.50)	(7.25)

PART II

A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	28,800,000	20,219,310	20,219,310	28,800,000	20,219,310	20,219,310
	- Percentage of shareholding	10.00%	7.02%	7.02%	10.00%	7.02%	7.02%
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares	NIL	NIL	NIL	NIL	NIL	NIL
	(as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total share capital of the company)						
	b) Non - encumbered						
	- Number of shares	259,200,000	267,780,690	267,780,690	259,200,000	267,780,690	267,780,690
	- Percentage of shares	100	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	92.98	92.98	90	92.98	92.98

	Particulars	3 months ended (30.09.2013)
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:

- The above unaudited financial results for the half year ended 30.09.2013 were reviewed by the Audit Committee and upon its recommendations, were approved by the Board of Directors at their meeting held on 07.11.2013
- A limited review of the the above financial results has been carried out by The Statutory Auditors of the company, pursuant to clause 41 of the listing agreement.
- Previous year/ Quarter figures have been regrouped wherever necessary.
- 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).
- All mandatory Accounting Standards issued by Institute of Chartered Accounts of India have been followed in the finalisation of results for the quarter ended 30.09.2013.
- The company is a sick company as per provisions of SICA 1985.

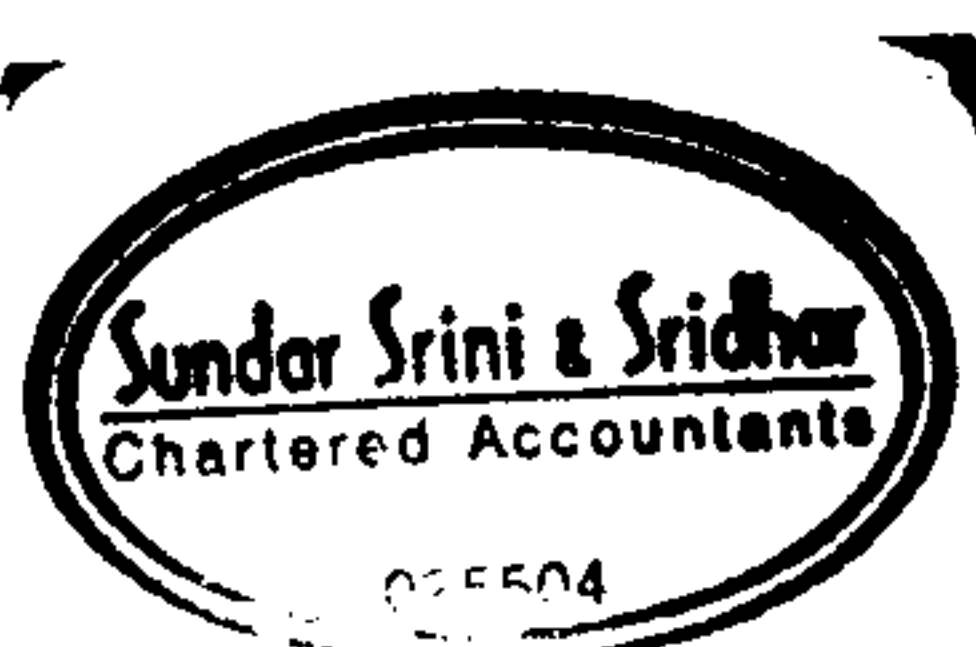
7 STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Particulars	₹ in Lakhs	
	As at (Current Half Year ended) 30/09/2013 (Unaudited)	As at (Previous Year ended) 31/03/2013 (Audited)
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	58800	58800
(b) Reserves and surplus	35367	58441
(c) Deferred tax assets (net)	0	0
Sub-total - Shareholders' funds	94167	117241
2 Share application money pending allotment	0	0
3 Non-current liabilities		
(a) Long-term borrowings	0	0
(b) Other long-term liabilities	36971	36971
(c) Trade Payables	60657	60657
(d) Long-term provisions	13545	12653
Sub-total - Non-current liabilities	111173	110281
4 Current liabilities		
(a) Short-term borrowings	72398	60582
(b) Trade payables	198373	202429
(c) Other current liabilities	169270	177356
(d) Short-term provisions	34077	32873
Sub-total - Current liabilities	474118	473240
TOTAL - EQUITY AND LIABILITIES	679458	700762
B ASSETS		
1 Non-current assets		
(a) Fixed assets	247017	248697
(b) Non-current investments	41	41
(c) Deferred tax assets (net)		0
(d) Long-term loans and advances	189	192
(e) Trade receivables	268087	268384
Sub-total - Non-current assets	515334	517314
2 Current assets		
(a) Current investments	0	0
(b) Inventories	10083	10491
(c) Trade receivables	118115	138348
(d) Cash and cash equivalents	2331	1687
(e) Short-term loans and advances	33545	32874
(f) Other current assets	50	48
Sub-total - Current assets	164124	183448
TOTAL - ASSETS	679458	700762

Per our report of even date
For SUNDAR SRINI & SRIDHAR
Chartered Accountants
FRN: 4201S

S. SRIDHAR
Partner
M.No.: 025504

Place: DELHI
Date: 07.11.2013



For ITI LIMITED

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