NITCO
LIMITED
Innovation for a better life

12th November, 2014

To,
The Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400051.

Dear Sir,

The outcome of the Board Meeting held today i.e. 12th November, 2014, is as follows:

a) The Board has considered and approved the Audited Accounts for the second quarter and half year ended 30th September, 2014;

   We are enclosing herewith the Audited Financial Results of the Company for the second quarter and half year ended 30th September, 2014, along with Auditor's Report for the quarter and half year ended 30th September, 2014.

b) Mr. Sharath Bolar has been appointed as an Additional (Independent) Director of the Company with effect from 12th November, 2014;

c) Mr. Rohit Darji, Associate Member of Institute of Company Secretaries of India has been appointed as a Compliance Officer pursuant to Clause 47(a) of the Listing Agreement.

The above has been approved and taken on record by the Board of Directors at their Meeting held on 12th November, 2014.

Please acknowledge receipt.

Thanking you.

Yours faithfully,
For **Nitco Limited**

NITCO LIMITED MUMBAI

Rohit Darji
Compliance Officer

Corporate Office: Nitco Ltd., Nitco House, Station Road, Kanjur Marg (E) Mumbai - 400 042.
Tel : +91 22 67302500/ 67521555. Fax: 91 22 67521500.
Registered Office : Nitco Ltd., Recondo Comp, Municipal Asphalt Comp, S.K. Ahire Marg, Worli, Mumbai 400 030.
Tel No. 022 - 66164555 CIN: L26920MH1966PLC016547. Email:marketing@nitco.in, Website: www.nitco.in

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NITCO LIMITED

Innovation for a better life

STATEMENT OF STANDALONE AUDITED RESULT FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014

PART I : (Rs.in Lacs)

Sr. No.	Particulars	Quarter Ended			Half Year ended		Year ended
		30.09.2014 (Audited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Audited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
1	**Income from Operation**						
	(a) Gross sales	23,398.67	21,542.18	22,416.58	44,940.85	41,507.60	84,018.86
	(b) Net sales/ income from operation (Net of excise duty and sales tax)	21,371.20	19,627.09	20,254.74	40,998.29	37,341.66	75,686.78
	(c) Other operating income	80.02	96.35	57.89	176.37	94.93	258.41
	Total Income from operation (Net)	**21,451.22**	**19,723.44**	**20,312.63**	**41,174.66**	**37,436.59**	**75,945.19**
2	**Expenses:**						
	Cost of materials consumed	5,236.75	3,056.77	4,894.81	8,293.52	7,660.42	15,165.23
	Purchases of stock-in-trade	10,248.79	10,680.68	8,811.48	20,929.47	16,394.20	33,767.74
	Changes in inventories of finished goods work-in-progress and stock-in-trade	(83.22)	333.18	105.40	249.96	738.84	3,493.73
	Power and fuel	1,581.51	1,289.48	1,747.26	2,870.99	3,319.03	6,471.30
	Employee benefits expense	1,817.51	1,858.88	1,882.92	3,676.39	3,789.29	6,879.26
	Depreciation and amortization expense	1,555.03	1,559.77	1,033.04	3,114.80	2,030.02	4,198.69
	Freight, forwarding and distribution expenses	895.28	939.42	1,080.16	1,834.70	2,126.09	4,009.61
	Other expenses	2,007.92	2,141.77	2,065.59	4,149.69	4,104.03	8,757.77
	Total Expenses	**23,259.57**	**21,859.95**	**21,620.66**	**45,119.52**	**40,161.92**	**82,743.33**
3	**Profit / (Loss) from operations before other income, finance costs and exceptional item (1-2)**	**(1,808.35)**	**(2,136.51)**	**(1,308.03)**	**(3,944.86)**	**(2,725.33)**	**(6,798.14)**
4	Other Income	11.58	19.26	11.45	30.84	26.95	44.07
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)**	**(1,796.77)**	**(2,117.25)**	**(1,296.58)**	**(3,914.02)**	**(2,698.38)**	**(6,754.07)**
6	Finance cost						
	a) Interest and financial cost	3,841.83	3,533.55	3,523.47	7,375.38	6,920.18	14,353.89
	b) Applicable net gain/loss on foreign currency transactions and translation	9.89	39.04	113.05	48.93	169.16	15.41
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)**	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
8	Exceptional items	-	-	-	-	-	-
9	**Profit / (Loss) from ordinary activities before tax (7 ± 8)**	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
10	Tax expense	-	-	-	-	-	-
11	**Net Profit / (Loss) from ordinary activities after tax (9 ± 10)**	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
12	Extraordinary items (net of tax expense)	-	-		-		-
13	**Net Profit / (Loss) for the period (11 ± 12)**	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
14	Share of Profit / (Loss) of associates	-	-	-	-	-	-
15	Minority interest	-	-	-	-	-	-
16	**Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15)**	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
17	Paid-up equity share capital (Face Value Rs. 10 per share)	5,469.93	5,469.93	3,260.01	5,469.93	3,260.01	5,469.93
18	Reserve excluding revaluation reserves as per balance sheet of previous accounting year						3,849.38
19. i	Earnings per share (before extraordinary items) (of Rs. 10/- each) (not annualised):						
	(a) Basic	(10.33)	(10.40)	(15.13)	(20.73)	(30.02)	(55.41)
	(b) Diluted	(10.33)	(10.40)	(15.13)	(20.73)	(30.02)	(55.41)
19. ii	Earnings per share (after extraordinary items) (of Rs. 10/- each) (not annualised):						
	(a) Basic	(10.33)	(10.40)	(15.13)	(20.73)	(30.02)	(55.41)
	(b) Diluted	(10.33)	(10.40)	(15.13)	(20.73)	(30.02)	(55.41)

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Notes:

1 The above financial results were reviewed by the audit committee and thereafter taken on record by the Board of Directors at their Meeting held on 12th Nov 2014 and were duly reviwed by the Statutory auditors.

2 Power and fuel expenses are net as under:

(Rs.in Lacs)

Particulars	Quarter Ended			Half Year ended		YEAR ENDED
	30.09.2014 (Audited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Audited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
Sale of Power generated through Windmill	182.34	220.09	322.44	402.43	520.37	626.55
Sale of Power generated through Gas Turbine	-	-	27.71	-	130.23	130.63
Total	**182.34**	**220.09**	**350.15**	**402.43**	**650.60**	**757.18**

3 Despite several constraints faced by the Company including non release of sanctioned fresh working capital facilities by lenders under approved CDR package and delayed sale of non core assets, the Company achieved growth in net sales of 9.79% during the first six months. Considering the brand equity enjoyed by the Company, non core assets identified for sale and several steps taken by the Company, the management is hopeful of a turnaround in future. The management therefore believes, it is appropriate to prepare the financial statement on a going concern basis.

4 The Company's net worth has been fully eroded.

5 In accordance with the requirement of Part C of Schedule II to Companies Act 2013, the carrying value of depreciable assets has been adjusted based on useful life resulting in adjustment of Rs. 509.72 Lacs against the opening reserves. The depreciation charge for the current quarter and for six months ended is higher by Rs. 626.71 Lacs and Rs. 1,124.15 lacs respectively, due to adoption of new rates of depreciation.

6 The figures of the second quarter is the balancing figures between audited figures in respect of the first six months and the published figures upto first quarter of the current financial year.

7 The previous quarter/ year figures are regrouped/ restated/ reclassified/ rearranged, wherever necessary, to make them comparable.

PART II : SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014

		PARTICULARS	QUARTER ENDED			Half Year ended		YEAR ENDED
			30.09.2014 (Audited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Audited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
A		**PARTICULARS OF SHAREHOLDING**						
	1	Public shareholding						
		- Number of shares	16,659,032	16,659,032	16,659,032	16,659,032	16,659,032	16,659,032
		- Percentage of holding	30.46	30.46	51.10	30.46	51.10	30.46
	2	Promoter and promoter group shareholding						
	a)	Pledged / Encumbered						
		- Number of shares	33,225,270	33,225,270	11,126,064	33,225,270	11,126,064	33,225,270
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group	87.34	87.34	69.79	87.34	69.79	87.34
		-Percentage of shares (as a% of the total share capital of the company)	60.74	60.74	34.13	60.74	34.13	60.74
	b)	Non - encumbered						
		- Number of shares	4,815,036	4,815,036	4,815,036	4,815,036	4,815,036	4,815,036
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group	12.66	12.66	30.21	12.66	30.21	12.66
		-Percentage of shares (as a% of the total share capital of the company)	8.80	8.80	14.77	8.80	14.77	8.80
B		**INVESTOR COMPLAINTS**						
		Pending at the beginning of the quarter	NIL					
		Received during the quarter	1					
		Disposed off during the quarter	1					
		Remaining unresolved at the end of the quarter	NIL					

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014 (Rs. In Lacs)

Sr. No.	Particulars	QUARTER ENDED			Half Year ended		YEAR ENDED
		30.09.2014 (Audited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Audited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
1	**Net sales / Income from operations**						
	- Tiles and other related products	20,523.46	19,680.12	20,233.69	40,203.58	37,343.40	75,787.59
	- Real estate	927.76	43.32	78.94	971.08	93.19	157.60
	Total Revenue	**21,451.22**	**19,723.44**	**20,312.63**	**41,174.66**	**37,436.59**	**75,945.19**
2	**Segment results**						
	- Tiles and other related products	(1,977.40)	(2,084.66)	(1,276.05)	(4,062.06)	(2,621.18)	(6,619.15)
	- Real estate	180.63	(32.59)	(20.53)	148.04	(77.20)	(134.92)
	Total Segment Profit Before Interest and Tax	**(1,796.77)**	**(2,117.25)**	**(1,296.58)**	**(3,914.02)**	**(2,698.38)**	**(6,754.07)**
	Less : Interest and other financial cost	3,841.83	3,533.55	3,523.47	7,375.38	6,920.18	14,353.89
	Foreign exchange loss/(gain)	9.89	39.04	113.05	48.93	169.16	15.41
	Profit Before Tax	**(5,648.49)**	**(5,689.84)**	**(4,933.10)**	**(11,338.33)**	**(9,787.72)**	**(21,123.37)**
3	**Capital Employed**						
	(Segment assets - Segment liabilities)						
	- Tiles and other related products	90,994.37	95,363.24	100,497.26	90,994.37	100,497.26	94,944.17
	- Real estate	35,722.44	36,379.47	36,059.31	35,722.44	36,059.31	36,343.02
	- Unallocated/ Corporate	6,535.97	6,632.04	8,084.47	6,535.97	8,084.47	6,512.98
	Total Capital Employed	**133,252.78**	**138,374.75**	**144,641.04**	**133,252.78**	**144,641.04**	**137,800.17**

STANDALONE STATEMENT OF ASSETS AND LIABILITIES (Rs. In Lacs)

Particulars	As at 30.09.2014 (Audited)	As at 31.03.2014 (Audited)
EQUITY AND LIABILITIED		
1) Shareholder's Funds :		
(a) Share Capital	5,469.93	5,469.93
(b) Reserves and Surplus	(7,998.67)	3,849.38
Sub Total Shareholder's Funds	**(2,528.74)**	**9,319.31**
Minority Interest		
Share application money pending allotment	-	-
2) Non Current Liabilities		
(a) Long-term borrowings	81,199.18	86,791.86
(b) Deferred tax liabilities (Net)	2,034.84	2,034.84
(c) Other Long term liabilities	1,364.20	1,286.07
Sub Total Non Current Liabilities	**84,598.22**	**90,112.77**
3) Current Liabilities		
(a) Short-term borrowings	8,998.37	4,719.47
(b) Trade Payables	16,262.29	15,513.20
(c) Other Current Liabilities	42,795.92	33,718.47
(d) Short Term Provisions	38.00	93.72
Sub Total Current Liabilities	**68,094.58**	**54,044.86**
TOTAL - EQUITY AND LIABILITIES	**150,164.06**	**153,476.94**
ASSETS		
1) Non Current Assets		
(a) Fixed Assets	64,125.48	67,579.40
(b) Non Current Investment	3,123.75	3,123.75
(c) Long-term loans and advances	17,795.85	17,945.26
(d) Other Non-Current Assets	-	-
Sub Total Non Current Assets	**85,045.08**	**88,648.41**
2) Current Assets		
(a) Current investments	13.28	10.35
(b) Inventories	21,201.11	20,034.68
(c) Inventories - Real Estate	17,882.16	18,590.78
(d) Trade receivables	11,823.87	12,756.63
(e) Cash and cash equivalents	1,426.40	1,344.35
(f) Short-term loans and advances	4,378.73	3,481.19
(g) Other current assets	8,393.43	8,610.55
Sub Total Current Assets	**65,118.98**	**64,828.53**
TOTAL ASSETS	**150,164.06**	**153,476.94**

For Nitco Limited

Vivek Talwar
Managing Director

Place: Mumbai
Date: 12th November, 2014

A. HUSEIN NOUMANALI & CO.
CHARTERED ACCOUNTANTS
610, Mount Mary Apartment,
Dr. Peter Dias Road, Bandra (W),
Mumbai - 400 050.
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AUDITOR'S REPORT ON QUARTERLY FINANCIAL RESULTS AND YEAR TO DATE RESULTS OF THE COMPANY PURSUANT TO CLAUSE 41 OF THE LISTING AGREEMENT

TO THE BOARD OF DIRECTORS

NITCO Limited, Mumbai.

1. We have audited the accompanying financial results of NITCO Limited for the six months ended 30th September 2014 ('the Statement"), being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreements with the Stock Exchanges, 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 financial results are the responsibility of the Company's Management and accordingly prepared by them and have been approved by Board of Directors. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the Accounting Standards notified under the Companies Act 1956 (which continues to be applicable in respect of Section 133 of the Companies Act 2013 in terms of general Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affiars) and other accounting principles generally accepted in India.

2. 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 misstatements. 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 as well as evaluating the overall Statement presentation. We believe that our audit provides a reasonable basis for our opinion.

3. Attention is invited to Note 4 of the Statement regarding the net worth of the Company which has been fully eroded.

4. Attention is invited to Note 6 of the Statement regarding the figures for the quarter ended 30th September 2014 being balancing figures between audited figures in respect of the six months and the published figures upto first quarter of the current financial year.

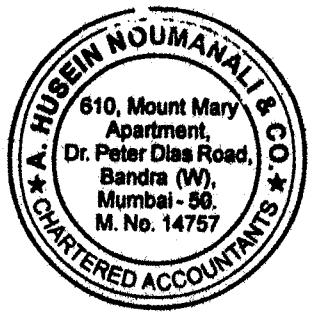
5. In our opinion and to the best of our information and according to the explanations given to us the Statement as well:

   (i) is presented in accordance with the requirements of clause 41 of the Listing Agreements with Stock Exchanges and

   (ii) gives a true and fair view in conformity with the accounting principles generally accepted in India of the net loss and other financial information for the six months ended 30th September 2014.

Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged / encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding, in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to the investor complaints disclosed in Part II - Select Information for the Quarter and six months Ended 30th September 2014 of the Statement, from the details furnished by the Management

For **A. Husein Noumanali & Co.**
Chartered Accountants
Firm Registration No. 107173W



(A. Husein Noumanali)
Proprietor
M.No. 14757

Place: Mumbai
Date: November 12, 2014