

Ref. no.: SNSL/L&S/NSE/2013-14/08

29th April, 2014

To,
Mr. Hari K - Asst. Vice President
National Stock Exchange of India Ltd
"Exchange Plaza", C-1, Block G,
Bandra - Kurla Complex,
Bandra (E), Mumbai - 400 051

Dear Sir,

Sub: Audited Financial Results for the Year ended 31st March, 2014 and recommendation of Dividend

Pursuant to clause 41 of the Listing Agreement, please find enclosed Audited Financial Results for the year ending 31st March, 2014 which was duly approved by the Board of Directors of the Company at its meeting held today.

The Board of Directors has also recommended a Dividend @ 100% i.e. Rs. 2/- per Equity Share for the financial year 2013-14.

Kindly Acknowledge the Receipt.

Thanking You,

Yours Faithfully,

For SMARTLINK NETWORK SYSTEMS LIMITED



K.G. PRABHU
COMPANY SECRETARY

Smartlink Network Systems Ltd.

CORPORATE OFFICE : Plot No. 5, Kurla Bandra Complex Road, Santacruz (E), Mumbai - 400 098. India. • Tel.: +91 22 3061 6666 / 2652 6696 • Fax: +91 22 2652 8914
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Smartlink Network Systems Limited

Registered office : Plot No. L-7, Verna Industrial Estate , Verna, Goa - 403 722

PART I

STATEMENT OF AUDITED / UNAUDITED RESULTS FOR THE QUARTER AND FOR THE YEAR ENDED 31st MARCH 2014

Sr. No.	Particulars							(Rs. In lakhs)	
		3 months ended 31.03.2014 (Audited) * Refer Note 4	Preceding 3 months ended 31.12.2013 (Unaudited)	Corresponding 3 month ended 31.03.2013 in the previous year (Audited) *Refer Note 4	Current year ended 31.03.2014 (Audited)	Previous year ended 31.03.2013 (Audited)	Current year ended 31.03.2014 (Audited) (consolidated) #	Previous year ended 31.03.2013 (Audited) (consolidated) #	
1	Income from Operations								
	a) Net sales / Income from Operations (net of excise duty)	2,955.79	3,688.04	3,408.68	14,961.52	11,731.85	14,985.17	11,827.08	
	b) Other Operating Income	22.70	0.02	18.50	23.03	18.72	23.03	18.72	
	Total income from operations (net)	2,978.49	3,688.06	3,427.18	14,984.55	11,750.57	15,008.20	11,845.80	
2	Expenses								
	a) Cost of materials consumed	624.33	882.92	322.71	2,942.33	2,732.00	2,942.33	2,732.00	
	b) Purchase of traded goods	2,418.22	2,032.17	1,724.39	10,173.81	6,203.09	10,193.00	6,280.69	
	c) Changes in inventories of finished goods, work-in-progress and traded goods	(597.50)	12.64	812.03	(953.93)	709.67	(953.93)	709.67	
	d) Employee benefits expense	561.76	583.67	672.93	2,440.09	2,617.61	2,440.09	2,617.61	
	e) Depreciation and amortisation expense	87.09	92.24	100.94	369.53	388.61	369.57	388.69	
	f) Diminution in value of current investments - (write back) / provision	(282.49)	(332.32)	-	326.13	-	308.28	-	
	g) Other Expenses	571.17	672.27	706.03	2,618.94	2,922.40	2,631.27	2,933.42	
	Total Expenses	3,382.58	3,943.59	4,339.03	17,916.90	15,573.38	17,930.61	15,662.08	
3	(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2) (Refer Note 1)	(404.09)	(255.53)	(911.85)	(2,932.35)	(3,822.81)	(2,922.41)	(3,816.28)	
4	Other Income	540.58	459.98	1,025.90	2,339.64	3,624.90	2,339.45	3,622.96	
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	136.49	204.45	114.05	(592.71)	(197.91)	(582.96)	(193.32)	
6	Finance costs	0.96	0.15	6.40	1.30	6.81	1.30	6.81	
7	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	135.53	204.30	107.65	(594.01)	(204.72)	(584.26)	(200.13)	
8	Exceptional Items	-	-	-	-	-	-	-	
9	Profit / (Loss) from ordinary activities before Tax (7+8)	135.53	204.30	107.65	(594.01)	(204.72)	(584.26)	(200.13)	
10	Tax expense	(364.17)	(20.54)	(2.91)	(384.71)	(2.91)	(384.71)	(2.91)	
11	Net Profit / (Loss) for the period (9-10)	499.70	224.84	110.56	(209.30)	(201.81)	(199.55)	(197.22)	
12	Minority interest	-	-	-	-	-	-	-	
13	Net Profit / (Loss) after taxes, minority interest (11+12)	499.70	224.84	110.56	(209.30)	(201.81)	(199.55)	(197.22)	
14	Paid Up Equity Share Capital (Face Value Rs.2/-)	600.10	600.10	600.10	600.10	600.10	600.10	600.10	
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year.				40,421.23	41,325.12	40,394.33	41,285.69	
16	Basic and Diluted Earnings per share (of Rs. 2/- each) (*not annualised)	1.66*	0.75*	0.37*	(0.70)	(0.67)	(0.67)	(0.66)	
	<i>See accompanying notes to the financial results</i>								

The Consolidated financial results includes the results of the 100% subsidiary M/s Smartlink Middle East FZE.

PART - II								
SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014								
Sr. No.	Particulars	3 months ended 31.03.2014 (Audited) * Refer Note 4	Preceding 3 months ended 31.12.2013 (Unaudited)	Corresponding 3 month ended 31.03.2013 in the previous year (Audited) *Refer Note 4	Current year ended 31.03.2014 (Audited)	Previous year ended 31.03.2013 (Audited)	Current year ended 31.03.2014 (Audited) (consolidated) #	Previous year ended 31.03.2013 (Audited) (consolidated) #
A	PARTICULARS OF SHAREHOLDING							
1	Public Shareholding							
	- Number of Shares	7,654,274	7,654,274	7,654,274	7,654,274	7,654,274	7,654,274	7,654,274
	- Percentage of Shareholding	25.51%	25.51%	25.51%	25.51%	25.51%	25.51%	25.51%
2	Promoters and Promoter Group Shareholding							
	a) Pledged / Encumbered							
	- Number of Shares	-	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the Company)	-	-	-	-	-	-	-
	b) Non-encumbered							
	-Number of shares	22,350,576	22,350,576	22,350,576	22,350,576	22,350,576	22,350,576	22,350,576
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the Company)	74.49%	74.49%	74.49%	74.49%	74.49%	74.49%	74.49%
B	INVESTOR COMPLAINTS	3 months ended 31.03.2014						
	Pending at the beginning of the quarter	Nil						
	Received during the quarter	2						
	Disposed of during the quarter	2						
	Remaining unresolved at the end of the quarter	Nil						

Notes :

- 1 Loss from Operations includes the impact of write back / provision for diminution in value of current investments in units of Debt Mutual Funds and corporate bonds. The loss from operations excluding the impact of such diminution would be as follows:

								(Rs. In lakhs)
Particulars	3 months ended 31.03.2014 (Audited) * Refer Note 4	Preceding 3 months ended 31.12.2013 (Unaudited)	Corresponding 3 month ended 31.03.2013 in the previous year (Audited) *Refer Note 4	Current year ended 31.03.2014 (Audited)	Previous year ended 31.03.2013 (Audited)	Current year ended 31.03.2014 (Audited) (consolidated) #	Previous year ended 31.03.2013 (Audited) (consolidated) #	
(Loss) from Operations before Other Income, Finance Costs and Exceptional Items	(686.58)	(587.85)	(911.85)	(2,606.22)	(3,822.81)	(2,614.13)	(3,816.28)	

- 2 The Board of Directors has recommended a final dividend of Rs.2/- per Equity Share for the year 2013-14.
- 3 The Company operates in a single business segment namely " Networking Products ".
- 4 Figures of the last quarter are the balancing figures between audited figures in respect of the financial year and unaudited published year to date figures upto third quarter of the current financial year.
- 5 The Board of Directors have approved the closure of the Subsidiary Company M/s Smartlink Middle East FZE subject to obtaining various statutory approvals.
- 6 Figures of the previous quarter/year are re-grouped/re-arranged, wherever necessary
- 7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on 29th April, 2014.

For and on behalf of the Board


K.R. Naik
Executive Chairman

Mumbai
29th April, 2014

Statement of Assets and Liabilities

(Rs. in lakhs)

Particulars		As at 31.03.2014 (Audited)	As at 31.03.2013 (Audited)	As at 31.03.2014 (Audited) (Consolidated)	As at 31.03.2013 (Audited) (Consolidated)
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share Capital	600.10	600.10	600.10	600.10
	(b) Employee stock options	137.16	137.16	137.16	137.16
	(c) Reserves and Surplus	39,881.68	40,800.75	39,885.51	40,773.84
	Sub-total - Shareholders' funds	40,618.94	41,538.01	40,622.77	41,511.10
2	Minority interest	-	-	-	-
3	Non-current liabilities				
	(a) Other long-term liabilities	11.61	27.08	11.61	27.08
	(b) Long-term provisions	62.55	69.54	62.55	69.54
	Sub-total - Non-current liabilities	74.16	96.62	74.16	96.62
4	Current liabilities				
	(a) Trade payables	1,740.58	2,038.24	1,744.00	2,039.93
	(b) Other current liabilities	240.73	266.44	240.73	266.44
	(c) Short-term provisions	734.29	733.46	734.29	733.46
	Sub-total - Current liabilities	2,715.60	3,038.14	2,719.02	3,039.83
	TOTAL - EQUITY AND LIABILITIES	43,408.70	44,672.77	43,415.95	44,647.55
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	2,680.03	2,943.76	2,680.03	2,943.79
	(b) Non-current investments	-	227.92	-	-
	(b) Long-term loans and advances	942.87	756.27	942.87	756.27
	Sub-total - Non-current assets	3,622.90	3,927.95	3,622.90	3,700.06
2	Current assets				
	(a) Current investments	28,281.95	26,847.07	28,071.88	26,847.07
	(b) Inventories	2,750.98	1,595.03	2,750.98	1,595.03
	(c) Trade receivables	2,917.44	2,507.10	2,919.96	2,508.52
	(d) Cash and cash equivalents	5,013.84	8,614.99	5,223.31	8,811.40
	(e) Short-term loans and advances	530.53	418.71	535.86	423.55
	(f) Other current assets	291.06	761.92	291.06	761.92
	Sub-total - Current assets	39,785.80	40,744.82	39,793.05	40,947.49
	TOTAL - ASSETS	43,408.70	44,672.77	43,415.95	44,647.55

For and on behalf of the Board



K.R. Naik

Executive Chairman

Mumbai
29th April, 2014