NITCO
TILES MARBLE MOSAICO

1st August, 2016

To,

Corporate Service Dept. **Bombay Stock Exchange Limited** Jeejeebhoy Towers Dalal Street, Mumbai – 400 001 Script code: 532722	The Listing Department, **National Stock Exchange of India Limited** Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400051. Script code: NITCO

Dear Sir,

Sub: Outcome of the Board Meeting held today i.e. 1st August, 2016:

Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Board of directors of the Company at their meeting held on 1st August, 2016, has approved the following :-

1. Limited Review Report for the quarter ended 30th June 2016;
2. Unaudited Financial Results of the Company for the quarter ended 30th June, 2016.

Kindly treat this as a disclosure under Regulation 30(6) of the Listing Regulations, read with Para A of Part A of Schedule III of the said regulations

Thanking you.

Yours faithfully,
For **Nitco Limited**

Puneet Motwani
Company Secretary & Compliance Officer

Encl: as above

A. HUSEIN NOUMANALI & CO.
CHARTERED ACCOUNTANTS
E-705, Premier Residences,
Premier Road, off. L.B.S. Marg,
Kurla (W), Mumbai - 400 070.
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INDEPENDENT AUDITORS' REVIEW REPORT

TO THE BOARD OF DIRECTORS OF
NITCO LIMITED, MUMBAI.

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of NITCO Limited ("the Company") for the quarter ended 30th June 2016 ('the Statement"). This Statement is the responsibility of the Company's Management and accordingly prepared by them and has been approved by Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditors of the Entity 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 Statements are free of material misstatement. A review is limited primarily to enquiries 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.

2. Basis for Qualified Conclusions

The Company on the basis of the registration of reference filed u/s 15(1) of the Sick Industrial Companies (Special Provision) Act 1985, before the Hon'ble Board for Industrial & Financial Reconstructions, has not provided for interest on financing facilities amount to Rs. 5,331.48 Lacs for the quarter ended June 30, 2016. Had the same been provided, the loss would have increased by Rs. 5,331.48 Lacs for the quarter ended and corresponding liabilities would have increased by Rs. 5,331.48 Lacs as at 30th June 2016.

3. Without qualifying, attention is drawn as under:

(a) Attention is invited to Note (3) of the Statement regarding the net worth of the Company which has been fully eroded. Financial Statements has been prepared on a going concern basis. The Company has incurred a net loss of Rs. 585.12 Lacs during the three months ended 30th June,

A. HUSEIN NOUMANALI & CO. E-705, Premier Residences Kirol Road, Off L.B.S. Marg, Kurla (W), Mumbai-400070. M. No. 014757) CHARTERED ACCOUNTANTS

2016. The appropriateness of the going concern basis is inter alia dependent on the Company's ability to turnaround the operations of the Company and ability of infusing requisite funds for meeting its obligations and rescheduling of debts.

a) The dues to banks / lenders are subject to reconciliation.

4. Attention is invited to Note (5) of the Statement regarding assignment of debt holding approximately 86% of total CDR debt to JM Financial Assets Reconstruction Co Pvt Ltd.

5. Based on review conducted as stated above, except for the possible effects of the matter described in our basis for qualified conclusions paragraph referred to paragraph 2 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Accounting Standards and other recognized accounting practices and principles generally accepted in India, has not disclosed information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, read with Circular No CIR/CFD/CMD/A5/2015 dated 30th November, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

A. Husein Noumanali

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

A. HUSEIN NOUMANALI & CO. CHARTERED ACCOUNTANTS M. No. 14757

Place: Mumbai
Date: August 1, 2016

NITCO LIMITED

Registered office: Recondo Compound, Municipal Asphalt Compound, S K Ahire Marg, Worli, Mumbai – 400 030
Tel No.: 022 6616 4555/ 6616 4500, Fax: 022 2491 5401, email: investorgrievances@nitco.in, Website: www.nitco.in,
CIN : L26920MH1966PLC016547

PART I : STATEMENT OF UNAUDITED FINANCIAL RESULT FOR THE QUARTER ENDED JUNE 30, 2016

(Rs. in Lacs)

	Particulars	Quarter Ended			Year Ended
		30.06.2016 (Unaudited)	31.03.2016 (Audited)	30.06.2015 (Unaudited)	31.03.2016 (Audited)
1	**Income from Operation**				
(a)	Gross sales	19,852.74	21,848.41	19,868.91	85,161.14
(b)	Net sales/ income from operation (Net of excise duty and sales tax)	18,212.32	20,050.53	18,041.86	77,595.03
(c)	Other operating income	125.18	173.69	49.80	425.58
	Total Income from operation (Net)	**18,337.50**	**20,224.22**	**18,091.66**	**78,020.61**
2	**Expenses:**				
(a)	Cost of materials consumed	4,482.86	3,907.38	4,888.00	19,319.74
(b)	Purchase of Stock in trade	8,982.83	10,029.41	7,681.93	36,145.36
(c)	Changes in inventories of finished goods, Stock in trade and work-in-progress	(687.57)	756.26	44.99	(390.54)
(d)	Power and fuel	822.18	1,109.05	1,178.20	4,963.21
(e)	Employee benefits expense	1,929.27	1,719.07	1,844.11	7,222.09
(f)	Depreciation and amortization expense	953.10	1,093.81	1,518.23	5,130.87
(g)	Freight, forwarding and distribution expenses	480.88	652.56	621.55	2,410.05
(h)	Other expenses	1,862.51	2,108.50	2,051.21	8,815.02
	Total Expenses	**18,826.06**	**21,376.04**	**19,828.22**	**83,615.80**
3	**Profit / (Loss) from operations before other income, finance costs and exceptional item (1-2)**	**(488.56)**	**(1,151.82)**	**(1,736.56)**	**(5,595.19)**
4	Other Income	11.46	25.13	41.01	90.48
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)**	**(477.10)**	**(1,126.69)**	**(1,695.55)**	**(5,504.71)**
6	Finance cost				
	a) Interest and financial cost	81.02	110.88	54.19	376.02
	b) Applicable net gain/loss on foreign currency transactions and translation	27.00	35.27	26.07	143.08
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)**	**(585.12)**	**(1,272.84)**	**(1,775.81)**	**(6,023.81)**
8	Exceptional items	-	252.83	-	252.83
9	**Profit / (Loss) from ordinary activities before tax (7 ± 8)**	**(585.12)**	**(1,525.67)**	**(1,775.81)**	**(6,276.64)**
10	Tax expense	-	-	-	-
11	**Net Profit / (Loss) from ordinary activities after tax (9 ± 10)**	**(585.12)**	**(1,525.67)**	**(1,775.81)**	**(6,276.64)**
12	Extraordinary items (net of tax expense)	-	-	-	-
13	**Net Profit / (Loss) for the period (11 ± 12)**	**(585.12)**	**(1,525.67)**	**(1,775.81)**	**(6,276.64)**
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)**	**(585.12)**	**(1,525.67)**	**(1,775.81)**	**(6,276.64)**
17	Paid-up equity share capital (Face Value Rs. 10 per share) (No of shares)	5,469.93	5,469.93	5,469.93	5,469.93
18	Reserve excluding revaluation reserves as per balance sheet				(15,659.19)
19.	Earnings per share (before extraordinary items) (of Rs. 10/-each) (not annualised):				

(a)	Basic	(1.07)	(2.79)	(3.25)	(11.47)
(b)	Diluted	(1.07)	(2.79)	(3.25)	(11.47)
19.	Earnings per share (after extraordinary items) (of Rs. 10/- each) (not annualised):				
(a)	Basic	(1.07)	(2.79)	(3.25)	(11.47)
(b)	Diluted	(1.07)	(2.79)	(3.25)	(11.47)

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 1st August 2016 and were duly reviewed by the Statutory auditors.

2. Power and fuel expenses are net as under:

(Rs. in Lacs)

Particulars	Quarter Ended			Year ended
	30.06.2016 (Unaudited)	31.03.2016 (Audited)	30.06.2015 (Unaudited)	31.03.2016 (Audited)
Sale of Power generated through Windmill	276.98	71.67	178.70	486.60
Total	**276.98**	**71.67**	**178.70**	**486.60**

3. The net worth of the Company had been fully eroded, a reference filed under section 15(1) of the Sick Industrial Companies (Special Provisions) Act, 1985 before the Hon'ble Board For Industrial and Financial Reconstruction (BIFR) has been duly registered with BIFR vide their letter dated 12th May 2015. In view of the above position and the uncertainty involved in ultimate outflow, the Company has not provided for unpaid interest. Had the interest as per Loan Agreements been provided for as per the rates contracted prior to admission to CDR, then the finance cost, loss for the relevant period and corresponding loan liability would have been increased by the following amount:

(Rs. in Lacs)

Particulars	Quarter Ended			Year Ended
	30.06.2016 (Unaudited)	31.03.2016 (Audited)	30.06.2015 (Unaudited)	31.03.2016 (Audited)
Interest not provided	5,331.48	5,078.78	4,693.82	19,694.77

4. Despite several constraints faced by the Company including absence of working capital facilities and delayed sale of non core assets, the Company achieved positive EBITDA of Rs. 476.00 lacs during the current quarter with strong focus on reduction of cost. 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.

5. Due to failure of the package, the Company had exited from CDR mechanism. Consequently, thirteen CDR Lenders aggregating approximately 86% of overall CDR debts of the Company had assigned their debts to JM Financial Assets Reconstruction Co Pvt Ltd as on 30th June 2016,

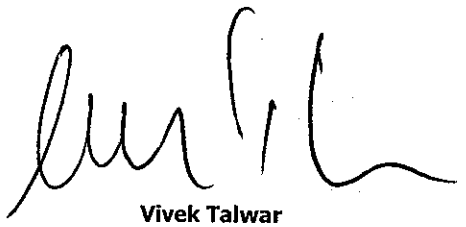
6. The previous quarter/ year figures are regrouped/ restated/ reclassified/ rearranged, wherever necessary, to make them comparable.

II - SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED JUNE 30, 2016

(Rs. in Lacs)

Sr. No.	Particulars	Quarter Ended			Year ended
		30.06.2016 (Unaudited)	31.03.2016 (Audited)	30.06.2015 (Unaudited)	31.03.2016 (Audited)
1	**Net sales / Income from operations**				
	- Tiles and other related products	18,272.05	20,154.86	18,074.67	77,867.83
	- Real estate	65.45	69.36	16.99	152.78
	Total Revenue	**18,337.50**	**20,224.22**	**18,091.66**	**78,020.61**
2	**Segment results**				
	- Tiles and other related products	(508.54)	(1,175.31)	(1,668.92)	(5,518.23)
	- Real estate	31.44	48.62	(26.63)	13.52
	Total Segment Profit Before Interest and Tax	**(477.10)**	**(1,126.69)**	**(1,695.55)**	**(5,504.71)**
	Less : Interest and other financial cost	81.02	110.88	54.19	376.02
	Foreign exchange loss/(gain)	27.00	35.27	26.07	143.08
	Exceptional items	-	252.83	-	252.83
	Loss Before Tax	**(585.12)**	**(1,525.67)**	**(1,775.81)**	**(6,276.64)**
3	**Capital Employed**				

	(Segment assets - Segment liabilities)				
	- Tiles and other related products	81,112.21	81,585.08	87,267.75	81,585.08
	- Real estate	35,111.61	35,071.69	33,967.11	35,071.69
	- Unallocated/ Corporate	5,225.25	5,498.98	5,433.77	5,498.98
	Total Capital Employed	**121,449.07**	**122,155.75**	**126,668.63**	**122,155.75**



Place : Mumbai
Date: 1st August 2016

Vivek Talwar
Managing Director