



Smartlink Network Systems Ltd

DIGISOL House, 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

October 25, 2012

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: Un-audited Financial Results for the quarter ended 30th September, 2012 along with the Limited Review Report

Pursuant to clause 41 of the Listing Agreement, please find enclosed Un-audited Financial Results for the quarter ending 30th September, 2012 along with the Limited Review Report; which was duly approved by the Board of Directors of the Company at its meeting held today.

Kindly take note of the above and acknowledge the Receipt.

Thanking You,

Yours Faithfully,

For **SMARTLINK NETWORK SYSTEMS LIMITED**

K. G. PRABHU
COMPANY SECRETARY

Deloitte Haskins & Sells

Chartered Accountants
Tower 3, 27th - 32nd Floor
Indiabulls Finance Centre
Elphinstone Mill Compound
Senapati Bapat Marg
Elphinstone (W), Mumbai - 400 013
India

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AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF SMARTLINK NETWORK SYSTEMS LIMITED

We have reviewed the accompanying statement of Unaudited Financial Results ("the Statement") of Smartlink Network Systems Limited ("the Company") for the quarter and half year ended 30th September, 2012. 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 of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 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 Statement is 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 opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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 and the particulars relating to undisputed investor complaints from the details furnished by the Management/Registrars.

For Deloitte Haskins & Sells
Chartered Accountants
Registration no. 117366W



A.B. Jani
Partner

Membership No. 46488

Mumbai, dated: 25th October, 2012.

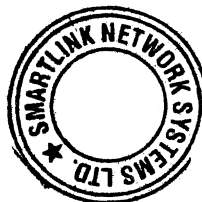
Smartlink Network Systems Limited

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

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2012

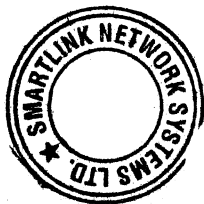
Sr. No.	Particulars	(Rs. In lakhs)					
		3 months ended 30.09.2012 (Unaudited)	Preceding 3 months ended 30.06.2012 (Unaudited)	Corresponding 3 months ended 30.09.2011 in the previous year (Unaudited)	Year to date figures for current period ended 30.09.2012 (Unaudited)	Year to date figures for previous period ended 30.09.2011 (Unaudited)	Previous year ended 31.03.2012 (Audited)
1	Income from Continuing operations						
	a) Net sales / Income from Operations (net of excise duty)	3,337.87	2,278.64	1,946.19	5,616.51	2,711.12	6,918.66
	b) Other Operating Income	0.07	0.15	2.97	0.22	3.01	20.49
	Total income from operations (net)	3,337.94	2,278.79	1,949.16	5,616.73	2,714.13	6,939.15
2	Expenses						
	a) Cost of materials consumed	855.95	1,011.07	822.30	1,867.02	1,038.08	2,917.73
	b) Purchase of traded goods	2,149.65	1,086.69	1,196.17	3,236.34	1,546.87	3,391.67
	c) Changes in inventories of finished goods, work-in-progress and traded goods	(137.65)	(264.92)	(738.46)	(402.57)	(822.28)	(1,746.32)
	d) Employee benefits expense	643.06	611.75	637.12	1,254.81	1,353.73	2,588.58
	e) Depreciation and amortisation expense	96.18	93.49	113.91	189.67	232.44	429.80
	f) Other Expenses	815.09	676.29	712.10	1,491.38	1,140.73	2,864.02
	Total Expenses	4,422.28	3,214.37	2,743.14	7,636.65	4,489.57	10,445.48
3	(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(1,084.34)	(935.58)	(793.98)	(2,019.92)	(1,775.44)	(3,506.33)
4	Other Income	845.19	885.04	830.83	1,730.23	1,373.15	3,097.99
5	(Loss)/Profit from ordinary activities before finance costs and exceptional items (3 + 4)	(239.15)	(50.54)	36.85	(289.69)	(402.29)	(408.34)
6	Finance costs	0.36	0.02	0.38	0.38	1.98	5.26
7	(Loss)/Profit from ordinary activities after finance costs but before exceptional items (5 + 6)	(239.51)	(50.56)	36.47	(290.07)	(404.27)	(413.60)
8	Exceptional Items (Refer Note 1)	-	-	-	-	47,095.09	47,095.09
9	(Loss)/Profit from ordinary activities before tax (7+8)	(239.51)	(50.56)	36.47	(290.07)	46,690.82	46,681.49
10	Tax expense	-	-	91.55	-	10,171.92	10,101.08
11	Net (Loss) / Profit from ordinary activities after Tax (9-10)	(239.51)	(50.56)	(55.08)	(290.07)	36,518.90	36,580.41
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net (Loss) / Profit from continuing operations (11 + 12)	(239.51)	(50.56)	(55.08)	(290.07)	36,518.90	36,580.41
14	Profit from discontinuing operations (before tax) (Refer Note 1)	-	-	-	-	77.26	77.26
15	Tax expense	-	-	-	-	12.91	12.91
16	Profit from discontinuing operations (after tax) (14 - 15)	-	-	-	-	64.35	64.35
17	Net (Loss) / Profit for the period (13 + 16)	(239.51)	(50.56)	(55.08)	(290.07)	36,583.25	36,644.76
18	Paid Up Equity Share Capital (Face Value Rs.2/-)	600.10	600.10	600.10	600.10	600.10	600.10
19	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year.						15,839.53
20	Basic and Diluted Earnings per share (before and after extraordinary items) (of Rs. 2/- each) (*not annualised) <i>See accompanying notes to the financial results</i>	(0.80)	(0.17)	(0.18)	(0.97)	121.93	122.13



PART - II

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2012

Sr. No.	Particulars	3 months ended 30.09.2012 (Unaudited)	Preceding 3 months ended 30.06.2012 (Unaudited)	Corresponding 3 months ended 30.09.2011 in the previous year (Unaudited)	Year to date figures for current period ended 30.09.2012 (Unaudited)	Year to date figures for previous period ended 30.09.2011 (Unaudited)	Previous Year ended 31.03.2012 (Audited)
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	- Number of Shares	8,175,127	8,312,850	9,802,830	8,175,127	9,802,830	8,312,850
	- Percentage of Shareholding	27.25%	27.71%	32.67%	27.25%	32.67%	27.71%
2	Promoters and Promoter Group Shareholding						
a)	Pledged / Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total of promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share of the Company)	-	-	-	-	-	-
b)	Non-encumbered						
	-Number of shares	21,829,723	21,692,000	20,202,020	21,829,723	20,202,020	21,692,000
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the Company)	72.75%	72.29%	67.33%	72.75%	67.33%	72.29%
B	INVESTOR COMPLAINTS	3 months ended 30.09.2012					
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	35					
	Disposed off during the quarter	35					
	Remaining unresolved at the end of the quarter	Nil					



Notes :

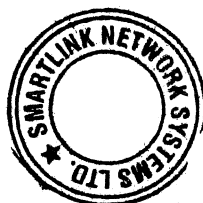
- 1 In the previous year, the Company had sold its' Structured cabling business comprising of manufacture, sale and marketing of structured cabling products carried under the brand name "DIGILINK", on slump sale basis as a going concern to Schneider Electric India Private Limited. The profit on account of the above transaction amounting to Rs. 47,095.09 lakhs was disclosed as an exceptional item in the previous year.

Details of revenue and expenses in relation to the discontinued operations, for the half year ending September 30, 2011, are given below :

(Rs. In lakhs)	
Particulars	Half year ending 30.09.2011
	Discontinuing Operation
Revenue from operations (net)	1,148.05
Other Income	34.14
Increase/(Decrease) in stocks of finished goods, work-in-progress and traded goods	-
Total Income	1,182.19
Total Expenditure	1,104.93
Profit / (Loss) before tax and before exceptional items	77.26
Exceptional items	-
Profit / (Loss) before tax	77.26
Provision for taxation	12.91
Profit after tax	64.35

- 2 The Company operates in a single business segment namely "Networking Products".
- 3 Figures of the previous quarters/year are re-grouped/re-arranged, wherever necessary
- 4 The above Unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at their Meetings held on October 25, 2012.

Mumbai
October 25, 2012



For and on behalf of the Board

K.R. Naik

K.R. Naik
Executive Chairman

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Smartlink Network Systems Limited

Statement of Assets and Liabilities

(Rs. in lakhs)

Particulars	As at Current half year end 30.09.2012	As at previous year end 31.03.2012
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share Capital	600.10	600.10
(b) Employee stock options outstanding	137.16	137.16
(c) Reserves and Surplus	41,418.41	41,712.34
Sub-total - Shareholders' funds	42,155.67	42,449.60
2 Non-current liabilities		
(a) Other long-term liabilities	24.77	28.36
(b) Long-term provisions	90.11	78.11
Sub-total - Non-current liabilities	114.88	106.47
3 Current liabilities		
(a) Trade payables	2,320.08	1,209.59
(b) Other current liabilities	372.75	396.47
(c) Short-term provisions	44.23	741.67
Sub-total - Current liabilities	2,737.06	2,347.73
TOTAL - EQUITY AND LIABILITIES	45,007.61	44,903.80
B ASSETS		
1 Non-current assets		
(a) Fixed assets	3,010.09	3,116.94
(b) Non-current investments	182.09	182.09
(c) Long-term loans and advances	773.08	505.48
Sub-total - Non-current assets	3,965.26	3,804.51
2 Current assets		
(a) Current investments	16,434.07	15,862.11
(b) Inventories	2,986.91	3,295.91
(c) Trade receivables	2,322.44	1,564.73
(d) Cash and cash equivalents	18,786.66	19,775.75
(e) Short-term loans and advances	512.27	600.79
Sub-total - Current assets	41,042.35	41,099.29
TOTAL - ASSETS	45,007.61	44,903.80
	-	-



For and on behalf of the Board

[Signature]

K.R. Naik

Executive Chairman

Mumbai

October 25, 2012

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