

ARTSON ENGINEERING LIMITED

Registered Office: 11th Floor, Hiranandani Knowledge Park, Technology Street, Powai, Mumbai- 400 076

Unaudited Financial Results for the Quarter Ended 31st December 2013

(' Lakh)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31 December 2013	30 September 2013	31 December 2012	31 December 2013	31 December 2012	31 March 2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from Operations						
a Net Sales/ Income from Operations (Net of Excise Duty)	1,750.14	1,511.92	1,504.41	5,072.58	3,884.73	5,736.67
b Other Operating Income	11.78	0.03	5.66	37.44	145.61	163.22
Total Income from Operations (net)	1,761.92	1,511.95	1,510.07	5,110.02	4,030.34	5,899.89
2 Expenses						
a Cost of materials consumed/ Project Execution Expenses	2,419.30	1,144.47	1,517.38	4,927.11	4,660.73	7,331.90
b Purchases of stock-in-trade	-	-	-	-	-	-
c Changes in inventories of finished goods, work-in-progress and stock-in-trade	(811.01)	132.13	(62.59)	(598.28)	(648.89)	41.97
d Employee benefits expense	227.40	210.51	252.85	629.35	722.75	954.64
e Depreciation and amortisation expense	37.98	36.94	48.08	111.35	140.49	185.26
f Other Expenses	76.89	97.65	69.09	264.57	349.08	565.95
Total Expenses	1,950.56	1,621.70	1,824.81	5,334.10	5,224.16	9,079.72
3 Profit/ (loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	(188.64)	(109.75)	(314.74)	(224.08)	(1,193.82)	(3,179.83)
4 Other Income	4.78	15.53	3.73	26.14	13.47	24.87
5 Profit / (Loss) from ordinary activities before finance cost and Exceptional Items (3+4)	(183.86)	(94.22)	(311.01)	(197.94)	(1,180.35)	(3,154.96)
6 Finance Cost (see note 2)	85.58	99.32	181.56	388.27	532.48	727.97
7 Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(269.44)	(193.54)	(492.57)	(586.21)	(1,712.83)	(3,882.93)
8 Exceptional Items (see note 4)	-	-	-	(13.14)	-	(58.06)
9 Profit/(Loss) from Ordinary Activities before tax (7+8)	(269.44)	(193.54)	(492.57)	(599.35)	(1,712.83)	(3,940.99)
10 Tax expense (Deferred Tax) (see note 5)	-	-	-	-	(1.20)	(1.20)
11 Net Profit /(Loss) from Ordinary Activities after tax (9-10)	(269.44)	(193.54)	(492.57)	(599.35)	(1,711.63)	(3,939.79)
12 Extraordinary Item (Net of Tax Expenses)		-	-	-	-	-
13 Net Profit /(Loss) for the period (11-12)	(269.44)	(193.54)	(492.57)	(599.35)	(1,711.63)	(3,939.79)
14 Paid-up equity share capital						
3,69,20,000 equity shares of ` 1/- each fully paid up	369.20	369.20	369.20	369.20	369.20	369.20
15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						(1,967.45)
16 i Earnings Per Share (EPS) (before extraordinary items, Not annualised) (`)						
Basic and Diluted	(0.73)	(0.52)	(1.33)	(1.62)	(4.64)	(10.67)
ii Earnings Per Share (EPS) (after extraordinary items, Not annualised) (`)						
Basic and Diluted	(0.73)	(0.52)	(1.33)	(1.62)	(4.64)	(10.67)

See accompanying notes to the financial results

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Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31 December 2013	30 September 2013	31 December 2012	31 December 2013	31 December 2012	31 March 2013
A Particulars of Shareholding						
1 Public shareholding						
Number of shares	9230000	9230000	9230000	9230000	9230000	9230000
Percentage of shareholding	25.00%	25.00%	25.00%	25.00%	25.00%	25.00%
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	27690000	27690000	27690000	27690000	27690000	27690000
Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of shares (as a % of the total share capital of the Company)	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%

B Investor Complaints	Quarter Ended
	31 December 2013
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, reviewed by the Audit Committee, have been approved by the Board of Directors at its meeting held on 20th January 2014 and the same had been subjected to a Limited Review by the Statutory Auditors.
 - The Company is registered with the Board for Industrial & Financial Reconstruction (BIFR) as a sick company and BIFR has, vide its Order dated 18 December 2007, sanctioned the rehabilitation scheme ("the Sanctioned Scheme"). While most of the provisions of the Sanctioned Scheme have been implemented, the Company was not able to achieve positive Net worth as at 31 March, 2013 and accordingly, the Company has filed an application on 17 October 2013 to BIFR seeking an extension and modification of the Sanctioned Scheme, the modifications, inter alia, include a proposal to convert total outstanding loan aggregating Rs. 4418 lacs (including interest upto 31st March, 2013) availed from Tata Projects Limited, the holding company into 4% Optionally Convertible Cumulative Redeemable Preference Shares (OCCRP). This matter is under consideration with BIFR. In view of the same, no provision has been made for interest payable of Rs.101.58 lacs to the holding company for the current quarter (Previous quarter Rs. 101.58 lacs). The Management is considering various alternatives for achieving profitability and positive cash flow. Based on the current order book position, operating results for the current quarter and considering continued support of the holding Company, barring unforeseen circumstances, the Management is confident about the Company's ability to continue as a going concern and Auditors of the Company have put an "emphasis of matter" paragraph on the aforesaid matter in the Limited Review Report for the quarter ended 31 December 2013.
 - The Company operates in only one business segment i.e. Engineering & Construction for EPC projects. Therefore, segment-wise reporting under Clause 41 of the Listing Agreement is not applicable.
 - Exceptional item represents Loss on fixed assets discarded during nine months ended 31 December 2013 and year ended 31 March 2013.
 - Deferred Tax asset is not recognised considering the reasonable / virtual uncertainty to earn future Taxable Income [(1.2 Lacs) in the corresponding nine months ended 31 December 2012 and Previous year ended 31 March 2013 represents Deferred Tax]
 - Previous period figures have been regrouped / reclassified wherever necessary.

For ARTSON ENGINEERING LIMITED

Sd/-

VINAYAK DESHPANDE

Chairman

Mumbai, 20th January 2014