ARTSON ENGINEERING LIMITED

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

Unaudited Financial Results for the Quarter and Half-Year Ended 30th September 2013

(₹ Lacs)

		Quarter Ended			Half-Yea	(₹ Lacs) Year Ended	
Particulars		30 September 2013 30 June 2013 30 September 2012				31 March 2013	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from Operations						
á	a Net Sales/ Income from Operations (Net of Excise Duty)	1,511.92	1,810.52	1,117.46	3,322.44	2,380.32	5,736.67
Ł	Other Operating Income	0.03	25.63	114.53	25.66	129.62	163.22
	Total Income from Operations (net)	1,511.95	1,836.15	1,231.99	3,348.10	2,509.94	5,899.89
2	Expenses						
á	a Cost of materials consumed/ Project Execution Expenses	1,144.47	1,363.34	1,784.70	2,507.81	3,132.47	7,331.90
k	Purchases of stock-in-trade	-	-	-	-	-	-
C	Changes in inventories of finished goods, work-in-progress and stock-in-trade	132.13	80.60	(439.30)	212.73	(586.30)	41.97
c	d Employee benefits expense	210.51	191.45	228.96	401.96	469.41	954.64
€	e Depreciation and amortisation expense	36.94	36.43	46.66	73.37	92.40	185.26
1	f Other Expenses	97.65	90.03	216.48	187.68	291.37	565.95
	Total Expenses	1,621.70	1,761.85	1,837.50	3,383.55	3,399.35	9,079.72
3	Profit/ (loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	(109.75)	74.30	(605.51)	(35.45)	(889.41)	(3,179.83)
4	Other Income	15.53	5.84	6.09	21.37	20.08	24.87
5	Profit / (Loss) from ordinary activities before finance cost and Exceptional Items (3+4)	(94.22)	80.14	(599.42)	(14.08)	(869.33)	(3,154.96)
6	Finance Cost (see Note 2)	99.32	203.36	180.41	302.68	350.93	727.97
7	Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(193.54)	(123.22)	(779.83)	(316.76)	(1,220.26)	(3,882.93)
8	Exceptional Items (see note 4)	-	(13.14)	-	(13.14)	-	(58.06)
9	Profit /(Loss) from Ordinary Activities before tax (7+8)	(193.54)	(136.36)	(779.83)	(329.90)	(1,220.26)	(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)	(193.54)	(136.36)	(779.83)	(329.90)	(1,219.06)	(3,939.79)
12	Extraordinary Item (Net of Tax Expenses)	-	-	-	-	-	-
13	Net Profit /(Loss) for the period (11-12)	(193.54)	(136.36)	(779.83)	(329.90)	(1,219.06)	(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	(0.52)	(0.37)	(2.11)	(0.89)	(3.30)	(10.67)
i	Earnings Per Share (EPS) (after extraordinary items, Not annualised) (₹)						
	Basic and Diluted	(0.52)	(0.37)	(2.11)	(0.89)	(3.30)	(10.67)
See accompanying notes to the financial results							

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Particulars	Quarter Ended		Half-Year Ended		Year Ended	
	30 September 2013	30 June 2013	30 September 2012	30 September 2013	30 September 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	
PARTICULARS	30 September 2013	
Pending at the beginning of the quarter	Nil	
Received during the quarter	Nil	
Disposed off during the quarter	Nil	
Remaining unresolved at the end of the quarter	Nil	

Notes:

- 1 The above Unaudited Financial Results, reviewed by the Audit Committee, have been approved by the Board of Directors at its meeting held on 19 October 2013 and the same had been subjected to a Limited Review by the Statutory Auditors.
- 2 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, which is pending for approval. In view of the same, no provision has been made for interest payable to the holding company amounting to ₹ 101.58 Lacs for the current quarter. 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. The Auditors of the Company have put an "emphasis of matter" paragraph on the aforesaid matter in the Limited Review Report for the quarter ended 30 September 2013.
- 3 The Company operates in only one business segment i.e. executing EPC projects. Therefore, segment-wise reporting under Clause 41 of the Listing Agreement is not applicable.
- 4 Exceptional item represents Loss on fixed assets discarded during half year ended 30 September 2013 and year ended 31 March 2013.
- 5 Deferred Tax asset is not recognised considering the reasonable / virtual uncertainty to earn future Taxable Income [₹(1.2 Lacs) in the corresponding half year ended 30 September 2012 and Previous year ended 31 March 2013 represents Deferred Tax]

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				(₹ Lacs)
			As a	at
		Particulars	30 September 2013	31 March 2013
			(Unaudited)	(Audited)
Α	EQ	UITY AND LIABILITIES		
	1	Shareholders' funds		
	а	Share Capital	369.20	369.20
	b	Reserves and Surplus	(6,237.17)	(5,907.25)
	С	Money received against share warrants	-	
		Shareholders' funds	(5,867.97)	(5,538.05)
	2	Share application money pending allotment	-	-
	3	Non-current Liabilities		
	а	Long-term borrowings	4,030.39	3,730.39
	b	Deferred Tax Liabilities (net)		-
	С	Other long-term liabilities	11.29	213.22
	d	Long-term provisions	30.91	30.91
		Non-current Liabilities	4,072.59	3,974.52
	4	Current liabilities		
	а	Short term borrowings	2,119.81	2,827.85
	b	Trade payables	1,728.12	1,851.78
	С	Other current liabilities	3,776.26	3,306.37
	d	Short term provisions	19.30	12.11
		Current Liabilities	7,643.49	7,998.11
		TOTAL- EQUITY AND LIABILITIES	5,848.11	6,434.58
В	AS	SETS		
	1	Non Current Assets		
	а	Fixed Assets	934.33	1,022.53
	b	Non current Investments	1.58	1.97
	С	Deferred tax assets (net)		
	d	Long term loans and advances	1,532.44	1,440.57
	е	Other non-current assets	141.39	371.05
		Non-current Assets	2,609.74	2,836.12
		Current Assets		
		Current Investments	-	-
	b	Inventories	899.28	1,015.98
		Trade Receivables	1,038.47	1,665.56
		Cash and Cash equivalents	200.25	177.47
		Short term loans and advances	392.41	170.67
	f	Other current assets	707.96	568.78
		Current Assets	·	3,598.46
		TOTAL ASSETS	5,848.11	6,434.58

⁷ Previous Quarter / Previous Year figures have been regrouped / reclassified wherever necessary to confirm to the current quarter / year figure.

For ARTSON ENGINEERING LIMITED

Sd/-VINAYAK DESHPANDE Chairman

Mumbai, 19 October 2013