

**ELECTROTHERM (INDIA) LIMITED**

Registered Office : A-1, Skylark Apartment, Satellite Road, Satellite, Ahmedabad - 380 015

Audited Financial Results for the Quarter and Year ended on September 30, 2013

(Rs. in Millions)

Sr. No.	Particulars	Standalone				Consolidated		
		Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended	Year ended	Year ended
		30/09/2013	30/06/2013	30/09/2012	30/09/2013	30/09/2012	30/09/2013	30/09/2012
		Audited	Unaudited	Audited	Audited	Audited	Audited	
<b>PART I</b>								
<b>1</b>	<b>Income from operations</b>							
	(a) Net Sales / Income from Operations (Net of excise duty)	2,968.55	2,149.84	2,774.48	10,552.32	22,389.03	12,468.38	25,819.28
	(b) Other operating income	-	-	-	-	-	-	-
	<b>Total Income from operations (net)</b>	<b>2,968.55</b>	<b>2,149.84</b>	<b>2,774.48</b>	<b>10,552.32</b>	<b>22,389.03</b>	<b>12,468.38</b>	<b>25,819.28</b>
<b>2</b>	<b>Expenses</b>							
	(a) Cost of materials consumed	2,292.45	1,539.68	2,047.65	7,392.13	15,192.56	8,563.15	16,684.94
	(b) Purchases of stock-in-trade	54.31	55.55	-	259.90	1,388.22	270.22	1,794.49
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	178.90	(128.68)	724.97	146.14	1,606.56	233.50	1,706.66
	(d) Employee benefits expenses	135.81	140.85	241.69	672.67	1,215.05	778.62	1,432.10
	(e) Depreciation and amortisation expenses	335.11	349.32	98.85	1,388.28	1,991.83	1,432.25	2,062.38
	(f) Other expenses	666.05	503.06	784.95	2,280.31	4,721.50	2,843.03	6,056.38
	<b>Total Expenses</b>	<b>3,662.63</b>	<b>2,459.78</b>	<b>3,898.12</b>	<b>12,139.43</b>	<b>26,115.72</b>	<b>14,120.77</b>	<b>29,736.95</b>
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs &amp; exceptional items (1-2)</b>	<b>(694.08)</b>	<b>(309.94)</b>	<b>(1,123.64)</b>	<b>(1,587.11)</b>	<b>(3,726.69)</b>	<b>(1,652.39)</b>	<b>(3,917.67)</b>
<b>4</b>	<b>Other Income</b>	<b>34.35</b>	<b>1.22</b>	<b>115.67</b>	<b>64.06</b>	<b>316.42</b>	<b>63.40</b>	<b>271.14</b>
<b>5</b>	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>(659.73)</b>	<b>(308.72)</b>	<b>(1,007.97)</b>	<b>(1,523.05)</b>	<b>(3,410.27)</b>	<b>(1,588.99)</b>	<b>(3,646.53)</b>
<b>6</b>	<b>Finance Costs</b>	<b>534.10</b>	<b>49.99</b>	<b>(73.17)</b>	<b>1,015.46</b>	<b>4,740.34</b>	<b>1,068.59</b>	<b>5,026.77</b>
<b>7</b>	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(1,193.83)</b>	<b>(358.71)</b>	<b>(934.79)</b>	<b>(2,538.51)</b>	<b>(8,150.61)</b>	<b>(2,657.58)</b>	<b>(8,673.30)</b>
<b>8</b>	<b>Exceptional Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9</b>	<b>Profit / (Loss) from ordinary activities before tax (7-8)</b>	<b>(1,193.83)</b>	<b>(358.71)</b>	<b>(934.79)</b>	<b>(2,538.51)</b>	<b>(8,150.61)</b>	<b>(2,657.58)</b>	<b>(8,673.30)</b>
<b>10</b>	<b>Tax expense</b>	<b>0.25</b>	<b>-</b>	<b>0.23</b>	<b>0.25</b>	<b>0.23</b>	<b>0.80</b>	<b>3.04</b>
<b>11</b>	<b>Net Profit / (Loss) from ordinary activities after Tax (9-10)</b>	<b>(1,194.08)</b>	<b>(358.71)</b>	<b>(935.02)</b>	<b>(2,538.76)</b>	<b>(8,150.84)</b>	<b>(2,658.38)</b>	<b>(8,676.34)</b>
<b>12</b>	<b>Extra Ordinary Items (Net of Tax Expense)</b>	<b>(0.07)</b>	<b>-</b>	<b>20.14</b>	<b>(0.12)</b>	<b>858.30</b>	<b>-</b>	<b>857.21</b>
<b>13</b>	<b>Net Profit / (Loss) for the period (11+12)</b>	<b>(1,194.15)</b>	<b>(358.71)</b>	<b>(914.88)</b>	<b>(2,538.88)</b>	<b>(7,292.53)</b>	<b>(2,658.38)</b>	<b>(7,819.13)</b>
<b>14</b>	<b>Share of profit / (loss) of associates</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15</b>	<b>Minority Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.46</b>	<b>2.85</b>
<b>16</b>	<b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,656.92)</b>	<b>(7,816.28)</b>
<b>17</b>	<b>Paid up Equity Share Capital (Face value of Rs. 10 each)</b>	<b>114.76</b>	<b>114.76</b>	<b>114.76</b>	<b>114.76</b>	<b>114.76</b>	<b>114.76</b>	<b>114.76</b>
<b>18</b>	<b>Reserves excluding revaluation reserves</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,737.92)</b>	<b>(167.22)</b>	<b>(3,427.83)</b>	<b>(737.00)</b>
<b>19.i</b>	<b>Earning per share (not annualized)</b>							
	<b>(a) Before extra ordinary items</b>							
	(i) Basic	(104.05)	(31.26)	(81.48)	(221.22)	(710.25)	(231.65)	(756.04)
	(ii) Diluted	(104.05)	(31.26)	(81.48)	(221.22)	(710.25)	(231.65)	(756.04)
	<b>(b) After extra ordinary items</b>							
	(i) Basic	(104.06)	(31.26)	(79.72)	(221.23)	(635.46)	(231.65)	(681.35)
	(ii) Diluted	(104.06)	(31.26)	(79.72)	(221.23)	(635.46)	(231.65)	(681.35)
<b>PART II</b>								
<b>A PARTICULARS OF SHAREHOLDING</b>								
<b>1</b>	<b>Public Share holding</b>							
	(a) No of Shares	7708299	7708299	7708299	7708299	7708299	7708299	7708299
	(b) Percentage of shareholding	67.17	67.17	67.17	67.17	67.17	67.17	67.17
<b>2</b>	<b>Promoters and Promoter group shareholding</b>							
	<b>(a) Pledged / Encumbered</b>							
	(i) Number of shares	300000	300000	300000	300000	300000	300000	300000
	(ii) Percentage of shares (as a % of the total shareholding of promoter and promoter group)	7.96	7.96	7.96	7.96	7.96	7.96	7.96
	(iii) Percentage of shares (as a % of the total share capital of the company)	2.61	2.61	2.61	2.61	2.61	2.61	2.61
	<b>(b) Non-encumbered</b>							
	(i) Number of shares	3468075	3468075	3468075	3468075	3468075	3468075	3468075
	(ii) Percentage of shares (as a % of the total shareholding of promoter and promoter group)	92.04	92.04	92.04	92.04	92.04	92.04	92.04
	(iii) Percentage of shares (as a % of the total share capital of the company)	30.22	30.22	30.22	30.22	30.22	30.22	30.22
<b>B The Status of Investor grievances for the quarter ended on 30th September, 2013 :</b>								
	Pending at the beginning of the quarter				0			
	Received during the quarter				0			
	Disposed off during the quarter				0			
	Remaining unresolved at the end of the quarter				0			
<b>SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED (Under Clause 41 of Listing Agreement)</b>								
Sr. No.	Particulars	Standalone				Consolidated		
		Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended	Year ended	Year ended
		30/09/2013	30/06/2013	30/09/2012	30/09/2013	30/09/2012	30/09/2013	30/09/2012
		Audited	Unaudited	Audited	Audited	Audited	Audited	
<b>1</b>	<b>Segment Revenue</b>							
	(a) Engineering and Projects Division	884.95	531.05	1,081.22	3,879.28	4,977.82	3,879.28	4,977.82
	(b) Special Steel Division	2,069.06	1,603.59	1,641.68	6,547.44	16,896.23	6,547.44	16,896.23
	(c) Electric Vehicle Division	18.59	16.90	78.41	144.62	583.34	144.62	583.34
	(d) Others	-	-	-	-	-	1,916.06	3,430.25
	<b>Total</b>	<b>2,972.60</b>	<b>2,151.54</b>	<b>2,801.31</b>	<b>10,571.34</b>	<b>22,457.39</b>	<b>12,487.40</b>	<b>25,887.64</b>
	Less: Inter Segment Revenue	4.05	1.70	26.82	19.02	68.36	19.02	68.36
	<b>Net Sales / Income from Operations</b>	<b>2,968.55</b>	<b>2,149.84</b>	<b>2,774.49</b>	<b>10,552.32</b>	<b>22,389.03</b>	<b>12,468.38</b>	<b>25,819.28</b>
<b>2</b>	<b>Segment Results Profit / (Loss) Before Finance Cost and Tax</b>							
	(a) Engineering and Projects Division	(326.56)	(40.40)	82.49	(252.28)	116.74	(252.28)	116.74
	(b) Special Steel Division	(320.29)	(248.67)	(862.73)	(1,157.77)	(3,138.01)	(1,157.77)	(3,138.01)
	(c) Electric Vehicle Division	(12.89)	(19.65)	(227.72)	(113.02)	(388.99)	(113.02)	(388.99)
	(d) Others	-	-	-	-	-	(65.92)	(236.27)
	<b>Total</b>	<b>(659.74)</b>	<b>(308.72)</b>	<b>(1,007.96)</b>	<b>(1,523.07)</b>	<b>(3,410.26)</b>	<b>(1,588.99)</b>	<b>(3,646.53)</b>
	Less: (i) Finance Costs	534.10	49.99	(73.17)	1,015.46	4,740.34	1,068.59	5,026.77
	Less: (ii) Other Unallocable Expense net of Unallocable income	-	-	-	-	-	-	-
	<b>Total Profit Before Tax</b>	<b>(1,193.84)</b>	<b>(358.71)</b>	<b>(934.79)</b>	<b>(2,538.53)</b>	<b>(8,150.60)</b>	<b>(2,657.58)</b>	<b>(8,673.30)</b>
<b>3</b>	<b>Capital employed (Segment Assets less Segment Liabilities)</b>							
	(a) Engineering and Projects Division	1,139.59	1,690.70	3,006.46	1,139.59	3,006.46	1,139.59	3,006.46
	(b) Special Steel Division	(1,732.14)	300.85	(90.63)	(1,732.14)	(90.63)	(1,732.14)	(90.63)
	(c) Electric Vehicle Division	503.99	474.21	583.20	503.99	583.20	503.99	583.20
	(d) Others	-	-	-	-	-	650.27	2,111.20
	<b>Total</b>	<b>(88.56)</b>	<b>2,465.76</b>	<b>3,499.03</b>	<b>(88.56)</b>	<b>3,499.03</b>	<b>561.70</b>	<b>5,610.23</b>

Notes:					
1	The above Audited Financial Results were reviewed by the Audit Committee. The Board of Directors at its meeting held on 22 <sup>nd</sup> November, 2013 has approved the above results and its release.				
2	Various Banks / Creditors have initiated legal actions in the nature of winding up petitions, debt recovery proceedings, criminal complaints etc. against the company and its directors / officers for outstanding dues and the same are pending with various courts / authorities with some interim orders / directions. The Company is contesting against the said legal actions.				
3	The Company has approached the lenders to restructure the entire debt of the Company. In accordance to the guidelines for Corporate Debt Restructuring (CDR) issued by Reserve Bank of India, the flash report of the Company was discussed at CDR Empowered Group (EG) meeting and the reference for restructuring of the debt of the Company was admitted with CDR Cell on August 23/24, 2012 with cutoff date as January 1, 2012. But the scheme could not be finalized due to unavoidable circumstances. Bank of India the referring institution submitted a Memorandum dated July 20, 2013 for re-entry of the company in CDR, the flash cum final report of the company with revised cutoff date (i.e. March 31, 2013) was submitted to CDR Cell in accordance with the guidelines for Corporate Debt Restructuring issued by the Reserve Bank of India. The final scheme had been discussed at the CDR EG Meeting and the reference to restructuring of the debt of the Company was readmitted on August 23, 2013. The final CDR package will be approved by CDR EG soon.				
4	Many bank accounts of the Company were classified as Non Performing Assets and therefore provision for Interest (other than upfront charges) on Corporate Loan and Working Capital Loans amounting to Rs. 4588.25 Millions has not been provided in the books of accounts and to that extent loss and bankers loan liability has been understated.				
5	In the opinion of the management, the current assets and liabilities, loans and advances are approximately of the value stated, if realised in the ordinary course of business.				
6	Extra ordinary items for the 18 months period ending on September 30, 2012 comprises of deferred tax liability of Rs. 865.12 millions written back to Statement of Profit & Loss.				
7	The figures of current financial year are of 12 (Twelve) months ended on 30/09/2013 and the figures of previous financial period are of 18 (Eighteen) months ended on 30/09/2012 and hence the same are not comparable. Figures of the previous financial period have been re-arranged / regrouped / reclassified / re-casted wherever necessary.				
8	The figures for the quarter ended September 30, 2013 represent the derived figure between the audited figure in respect of the financial year ended on September 30, 2013 and the published year to date figure upto June 30, 2013 being the date of the end of the 3 <sup>rd</sup> Quarter of the Current Financial Year which was subject to the limited review.				
<b>Standalone / Consolidated Statement of Assets and Liabilities</b>					
<b>Statement of Assets and Liabilities</b>		<b>Standalone</b>		<b>Consolidated</b>	
		Year ended (12 months) 30/09/2013 Audited	Year ended (18 months) 30/09/2012 Audited	Year ended (12 months) 30/09/2013 Audited	Year ended (18 months) 30/09/2012 Audited
<b>A EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' funds</b>					
(a) Share Capital 234.76 234.76 234.76 234.76					
(b) Reserves and Surplus (2,737.92) (167.22) (2,828.38) (62.21)					
(c) Money received against share warrants - - - -					
<b>Sub-Total - Shareholders' funds (2,503.16) 67.54 (2,593.62) 172.55</b>					
2 Share Application Money pending allotment - - 24.19 13.76					
3 Minority Interest - - 77.72 79.18					
<b>4 Non-current Liabilities</b>					
(a) Long Term borrowings 2,693.66 5,019.90 3,315.92 5,550.31					
(b) Deferred tax liabilities (net) - - 41.78 42.46					
(c) Other long term liabilities - - - -					
(d) Long term provisions 53.68 75.53 54.96 79.82					
<b>Sub-Total - Non-current Liabilities 2,747.34 5,095.43 3,412.66 5,672.59</b>					
<b>5 Current Liabilities</b>					
(a) Short term borrowings 28,529.95 25,604.36 29,148.15 26,207.58					
(b) Trade payables 2,006.26 2,155.20 2,259.13 2,501.53					
(c) Other current liabilities 2,121.01 1,267.59 2,147.34 1,344.87					
(d) Short term provisions 42.47 42.54 42.50 42.56					
<b>Sub-Total - Current Liabilities 32,699.69 29,069.69 33,597.12 30,096.54</b>					
<b>TOTAL - EQUITY AND LIABILITIES 32,943.87 34,232.66 34,518.07 36,034.62</b>					
<b>B ASSETS</b>					
<b>1 Non-current Assets</b>					
(a) Fixed Assets 14,917.46 16,310.88 17,014.96 18,501.37					
(b) Goodwill on consolidation - - - -					
(c) Non-current investments 1,273.87 1,223.95 0.91 1.11					
(d) Deferred tax assets (net) - - - -					
(e) Long term loans and advances 202.47 227.65 221.58 246.08					
(f) Other non-current assets 332.67 292.72 359.25 327.86					
<b>Sub-Total - Non-current Assets 16,726.47 18,055.20 17,596.70 19,076.42</b>					
<b>2 Current Assets</b>					
(a) Current investments - - - -					
(b) Inventories 6,509.38 6,942.88 7,096.98 7,621.78					
(c) Trade receivables 4,656.52 4,459.35 4,742.01 4,564.54					
(d) Cash and Bank Balance 270.13 440.62 293.16 497.29					
(e) Short term loans and advances 4,775.14 4,313.84 4,769.84 4,251.60					
(f) Other current assets 6.23 20.77 19.38 22.99					
<b>Sub-Total - Current Assets 16,217.40 16,177.46 16,921.37 16,958.20</b>					
<b>TOTAL - ASSETS 32,943.87 34,232.66 34,518.07 36,034.62</b>					
For and on behalf of Board of Directors					
Place: Ahmedabad Date: 22nd November, 2013					Sd/- Shailesh Bhandari Managing Director