

LIMITED REVIEW REPORT ON UNAUDITED FINANCIAL RESULTS OF
M/S. J.C.T. LIMITED FOR THE QUARTER ENDED
30th SEPTEMBER, 2014

1. We have reviewed the accompanying statement of unaudited financial results of M/s. J.C.T.Ltd. Village Chohal, Hoshiarpur - 146 024 (Punjab) for the quarter ended 30th September, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' including details of pledged/encumbered shares which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 14th November, 2014. Our responsibility is to issue a report on these financial statements based on our review.
2. The financial statement incorporates the results of Textile Units at Phagwara and Sriganganagar, Filament Unit at Hoshiarpur and Head Office at 305, Ratan Jyoti Building, Rajendra Place, New Delhi reviewed by us.
3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor 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 financial statements are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



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4. Based on our review conducted as above and, **subject to the notes in Annexure 'A' and those pertaining to the audit qualifications in respect of the audited accounts of the previous accounting year ended 31.03.2014** wherein attention has been drawn to Note No. 5.2; Non provision of yield protection of Rs. 1622.36 lakhs as at 31.03.2014 and Rs. 139.00 lakhs for the quarter ended 30.09.2014 payable on unpaid amount of Foreign Currency Convertible Bonds (FCCBs) for the reasons stated therein and likely impact of winding up petition filed by the FCCB Trustee for non payment of dues of US\$ 15 million equivalent to Rs. 9071.91 lakhs as at 31.03.2014 since 08.04.2011; Note No. 5.3(b); Delays including clearance of cheques to depositors of Rs. 328.46 lakhs as at 31.03.2014 in respect of repayment of deposits under Section 58A of the Companies Act, 1956. Note No. (31.7). Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on going concern basis on the grounds as disclosed in the 'Annexure A'. Note No. (31.10); Non-confirmation/reconciliation of certain balances in trade receivables, advances and trade payables of the Company, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 and/or Accounting Standards issued by Institute of Chartered Accountants of India and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatements.

Place: New Delhi
Date : 14.11.2014

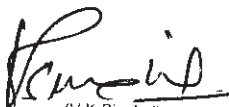
For S.P.CHOPRA & CO.
Chartered Accountants
Firm Regn. No. 000346N


(SANJIV GUPTA)
PARTNER
M.No. 083364

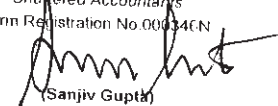


JCT LIMITED
REGD.OFFICE : VILLAGE CHOHAL, DIST. HOSHIARPUR, (PUNJAB) 146 024
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2014

		Rs in lacs (Unaudited)
1	Income from Operations	
	(a) Net Sales/ income from operations (net of excise duty)	
	(b) Other operating income	24,104
	Total Income from Operations (net)	1,134
2	Expenses	25,238
	(a) Cost of materials consumed	
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	14,087
	(c) Power and Fuel	214
	(d) Employee benefits expense	4,059
	(e) Depreciation and amortisation	3,013
	(f) Other expenses	688
	Total expenses	2,361
3	Profit (Loss) from operations before other income, finance costs and exceptional items (1-2)	24,422
4	Other Income	816
5	Profit (Loss) from ordinary activities before finance costs and exceptional items (3+4)	157
6	Finance costs	973
7	Profit (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	854
8	Exceptional items-Discontinued Operations	119
9	Profit (Loss) from ordinary activities before tax (7-8)	(12)
10	Tax expense- earlier year	107
11	Net Profit (Loss) from ordinary activities after tax (9-10)	
12	Extraordinary items	107
13	Net Profit (Loss) for the period (11-12)	
14	Share of profit/(loss) of associates	107
15	Minority interest	
16	Net Profit(Loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)	
17	Paid-up equity share capital (Rs.2.50 each)	107
18	Reserve excluding Revaluation Reserve as per Balance Sheet as at 31.03.2014	13,920
19(i)	Earnings/(Loss) per share (EPS) (before exceptional items)	(10,900)
	(a) Basic	
	(b) Diluted	0.02
19(ii)	Earnings/(Loss) per share (EPS) (after exceptional items)	0.02
	(a) Basic	
	(b) Diluted	0.02
20	Public shareholding	
	- Number of shares	
	- Percentage of shareholding	333,516,775
21	Promoters & promoter group Shareholding	59,90
	(a) Pledged/Encumbered	
	- Number of shares	
	- Percentage of shareholding (as a % of the total shareholding of promoters and promoter group)	222,768,457
	- Percentage of shareholding (as a % of the total share capital of the Company)	99.77
	(b) Non-encumbered	
	- Number of shares	
	- Percentage of shareholding (as a % of the total shareholding of promoters and promoter group)	507,417
	- Percentage of shareholding (as a % of the total share capital of the Company)	0.23
		0.09


(V K Singhal)
Controller of Finance & Accounts


(M S Narang)
Chief Financial Officer


For S.P.CHOPRA & CO.
Chartered Accountants
Firm Registration No.000346N

(Sanjiv Gupta)
Partner
Membership no.083364

Place: New Delhi
Date: 14th November, 2014

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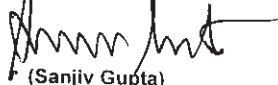
Segment Reporting under Clause 41 of the Listing Agreement with
 Stock Exchanges for the Quarter ended 30th September, 2014

		Rs in lacs (Unaudited)
1	Segment Revenue (Net Sales/Income from each segment)	
	(a) Textiles	
	(b) Nylon Filament Yarn	14,864
	(c) Unallocated (if any)	9,240
	Total	
	Less: Inter Segment Revenue	24,104
	Net Sales/Income From Operations	24,104
2	Segment Results-Profit/(Loss) before Tax and Interest from each segment)	
	(a) Textiles	
	(b) Nylon Filament Yarn	794
	(c) Unallocated (if any)	244
	Total	
	Less: (i) Finance Costs	1,038
	(ii) Other Unallocable (Income)/Expenditure (net)	854
		65
	Profit after Interest but before Exceptional Items	119
	Exceptional items -Discontinued Operations	(12)
	Profit after Exceptional Items	107
3	Capital Employed (Segment Assets - Segment Liabilities)	
	(a) Textiles	
	(b) Nylon Filament Yarn	30,379
	(c) Unallocated	4,765
		(29,316)
	Total	5,828


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 Partner
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REGD.OFFICE : VILLAGE CHOHAL, DIST. HOSHIARPUR, (PUNJAB) 146 024

NOTES TO THE UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER ENDED 30TH SEPTEMBER, 2014

- A-1(i) In earlier years, operations of both the Units at Sriganganagar Textile Mill were discontinued. The identified assets being land in both the Units, having net book value of Rs.134.58 lakhs and is being carried at book value as expected net realizable value is higher. and has been shown as 'Assets held for disposal'. The Company has recognised Rs.12 lakhs as loss from discontinued operations during the quarter.
- (ii) The Company could not yet redeem balance Foreign Currency Convertible Bonds (FCCBs) of US\$ 12.49 million (equivalent to Rs. 7,555.20 lakhs) out of 30 million alongwith premium of 20.075% (US\$ 2.51 million equivalent to Rs. 1,516.71 lakhs) on 08.04.2011 due to paucity of cash funds. The Bank of New York, trustees of the FCCBs, filed a winding up petition in the Hon'ble High Court of Punjab & Haryana on 29th September, 2012, on behalf of the FCCBs holders, which is pending for disposal. The Company has been advised that the merits of the case do not warrant winding up. However the company is contemplating various means to settle the dues. Provision of Rs.139 lakhs for the quarter and to date Rs. 1941 lakhs towards yield protection on the unpaid amount is not considered necessary as this will not be payable once the restructuring/settlement of FCCBs is completed.
- (iii) Debit/credit balances in account of few parties are subject to confirmation/reconciliation
- (iv) The financial statements have been prepared on a going concern basis, though the accumulated losses are more than 50% of the Capital and Free Reserves of the Company, on the strength of continuing improvement in operations, future plans and support of the promoters, bankers/ other lenders and workmen and successful implementation of corporate debt restructuring scheme by all the banks.

B. **Audit qualifications/references**

in respect of the Audited Accounts of the previous accounting period ended 31st March, 2014 are given hereunder:

Manner in which audit qualifications/references of the previous accounting period ended 31st March, 2014 are addressed by the management in the unaudited financial results for the Quarter ended 30.09.2014.

- 1 Without qualifying our opinion, we draw attention to the following notes in the financial statements:

- i Non provision of yield protection of Rs.1,622.36 lakhs payable on unpaid amount of Foreign Currency Convertible Bonds (FCCBs) for the reasons stated therein and likely impact of winding up petition filed by the FCCB Trustee for non payment of their dues of US\$ 15.00 million equivalent to Rs.9071.91 lakhs since 08.04.2011.

The provision is not considered necessary as this will not be payable once the restructuring is completed with FCCBs holders. Further the status of winding up petition filed by FCCBs trustee is detailed in note no. A-1(ii) above

Direct credit of capital gain of Rs 5082.50 lakhs to Reserve and Surplus as Capital Reserve on settlement of US\$ 12.93 million FCCBs instead of taking to the Statement of Profit & Loss.

The affect has been taken on 31.03.2014 by the Management as per the legal opinion

- ii Delays including clearance of cheques to depositors of Rs. 328.46 lakhs as at 31.03.2014 under Section 58A of the Companies Act, 1956.

During the quarter there are no delays and the cheques of Rs 328.46 lacs outstanding as on 31.03.2014 have already been cleared in the previous quarter. There are no delays including clearance of cheques.

- iii Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on going concern basis on the grounds as disclosed in the Note 31.7.

The financial statements have been prepared on a going concern basis on the strength of continuing improvement in operations, future plans and support of the promoters, bankers/ other lenders and workmen and implementation of corporate debt restructuring scheme.

- iv Non-confirmation/reconciliation of certain balances in trade receivables, advances and trade payables of the Company.

The Company has started obtaining the confirmation on periodical basis and also reconciling timely.

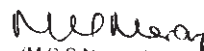
- 2 Other audit observation appearing under Companies (Auditor's Report) Order, 2003

- i. There has been a delay in deposit of statutory dues in few cases.

Delays in deposit of statutory dues in few cases were for a very short period due to non availability of funds timely



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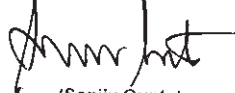


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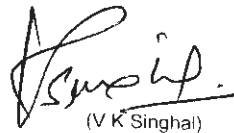
(Sanjiv Gupta)
Partner

Membership no 083364

Place: New Delhi

Date: 14th November, 2014

Statement of assets and liabilities		(Rs in lakhs)	
		As at 30.09.2014 (Unaudited)	As at 31.03.2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Fund		
	(a) Share Capital		
	(b) Reserves & Surplus	16,320	16,320
	Sub-total-Shareholders' fund	(5,847)	(6,114)
		10,473	10,206
2	Non-current liabilities		
	(a) Long-term borrowings	15,138	17,265
	(b) Other long term liabilities	2,344	2,404
	(c) Long-term provision	4,153	3,836
	Sub-total-Non-current liabilities	21,635	23,505
3	Current liabilities		
	(a) Short-term borrowings		
	(b) Trade payables	7,586	5,177
	(c) Other current liabilities	12,848	12,712
	(d) Short-term provision	20,453	18,500
	Sub-total-Current liabilities	549	656
		41,436	37,045
	TOTAL -EQUITY AND LIABILITIES	73,544	70,756
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets		
	(b) Non-current investments	39,587	40,207
	(c) Long term loans and advances	3,669	3,669
	Sub-total-Non-current assets	678	689
		43,934	44,565
2	Current assets		
	(a) Current investments		
	(b) Inventories		
	(c) Trade receivables	15,170	13,606
	(d) Cash and cash equivalents	7,628	6,723
	(e) Short-term loans and advances	1,645	655
	(f) Other current assets	4,018	3,555
	Sub-total-Current assets	1,149	1,652
		29,610	26,191
	TOTAL -ASSETS	73,544	70,756


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Partner

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Place: New Delhi

Dated: 14th November, 2014