**INDO TECH TRANSFORMERS LIMITED**

Regd. Office : DP-36, SIDCO INDUSTRIAL ESTATE, THIRUMAZHISAI, CHENNAI - 600 124

PART I : STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2014

S. No.	Particulars	Quarter ended			(Rs. in lakhs)
		30-Jun-14	31-Mar-14	30-Jun-13	Nine months ended
		(Unaudited)	(Audited)	(Audited)	31-Mar-14
		Balancing figures *	Balancing figures *	(Audited)	Refer Note 4
1	Income from operations				
	(a) Net sales / income from operations (net of excise duty)	4,421	3,371	1,994	9,161
	(b) Other operating income	45	4	-	225
	Total income from operations (net)	4,466	3,375	1,994	9,386
2	Expenses				
	(a) Cost of materials consumed	2,789	3,559	2,405	7,756
	(b) Changes in inventories of finished goods, work-in-progress	750	(794)	(514)	264
	(c) Employee benefits expense	332	349	369	1,056
	(d) Depreciation and amortisation expense	132	96	100	299
	(e) Freight	61	85	27	209
	(f) Warranty costs	21	(1)	81	30
	(g) Other expenses	481	606	640	1,644
	Total expenses	4,566	3,900	3,108	11,258
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(100)	(525)	(1,114)	(1,872)
4	Other income	486	915	28	1,044
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	386	390	(1,086)	(828)
6	Finance costs	414	393	227	1,053
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(28)	(3)	(1,313)	(1,881)
8	Exceptional Items	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7+8)	(28)	(3)	(1,313)	(1,881)
10	Tax expense	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(28)	(3)	(1,313)	(1,881)
12	Extraordinary Item (net of tax expense)	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(28)	(3)	(1,313)	(1,881)
14	Paid-up equity share capital (Face value per share - Rs.10)	1,062	1,062	1,062	1,062
15	Reserves excluding revaluation reserves (as per Balance Sheet of previous accounting year)	-	-	-	(450)
16.i	Earnings per share (EPS) (before extraordinary items) (of Rs. 10 each)				
	Basic and diluted EPS	(0.26)	(0.03)	(12.36)	(17.71)
		(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)
16.ii	Earnings per share (EPS) (after extraordinary items) (of Rs. 10 each)				
	Basic and diluted EPS	(0.26)	(0.03)	(12.36)	(17.71)
		(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)

PART II : SELECT INFORMATION FOR THE QUARTER ENDED 30 JUNE 2014

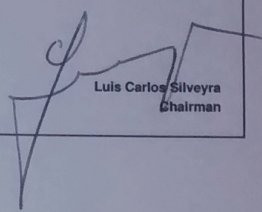
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding				
	- Number of shares	2,724,375	2,724,375	2,724,375	2,724,375
	- Percentage of shareholding	25.65	25.65	25.65	25.65
2	Promoter and promoter group shareholding				
	a) Pledged / Encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares (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	7,895,625	7,895,625	7,895,625	7,895,625
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	74.35	74.35	74.35	74.35
	Particulars	3 months ended			
		30-Jun-14			
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the quarter	0			
	Received during the quarter	0			
	Disposed during the quarter	0			
	Remaining unsolved at the end of the quarter	0			

* Figures of the 3 months ended 31 March 2014 and 30 June 2013 are the balancing figures between audited figures in respect of the full financial period and the published period to date figures up to the second quarter and fourth quarter of the financial year respectively. Also the figures upto the end of the second quarter and fourth quarter respectively were only reviewed and not subjected to audit.

Notes:

- 1 During the quarter ended 30 June 2014, the management has reassessed the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 and has taken additional depreciation charge of Rs. 39.09 lakhs in addition to Rs. 93.32 lakhs adjusted to opening balance of retained earnings as at 1 April 2014 being the carrying amount of assets having a Nil revised remaining useful life as at 1 April 2014.
- 2 The increase in Company's revenue during the quarter ended 30 June 2014 is attributable to improved market conditions and increased demand from customers. However, during the quarter, interest cost remained a burden on the margins and as a result, the loss for the quarter has further eroded the net worth of the Company. Prolec GE Internacional S. De R. L. De C. V. (Prolec GE), the holding Company, has consistently supported the Company to raise unsecured funds from banks. Also, the Board of Directors in their meeting held on 24 June 2014 had approved of subvention (voluntary, non-repayable financial grant) of US\$ 25 million from the holding company and an agreement dated 1 July 2014 for receiving the aforesaid subvention has been entered into by the Company with the holding company. Further, the Company has received such subvention amount subsequent to quarter end. The Company believes that it would be able to meet its financial requirements and no adjustments would be required in respect of the carrying value of assets/liabilities. The ability of the Company to continue as a going concern is significantly dependent on the consistent and continued improvement in its operational performance in the future. Accordingly, the financial statements have been prepared on a going concern basis.
- 3 Prolec GE had seconded some employees to the Company, who were on payroll of the Company. During the quarters ended 30 June 2014 and 31 March 2014, Prolec GE had agreed to re-imburse the salaries and other expenses amounting to Rs. 437.27 lakhs and Rs. 533.18 lakhs respectively. Such reimbursement has been accounted as other income.
- 4 The Company has determined its business segment as transformer. Since 100% of the Company's business is from transformer, there are no other primary reportable segments.
- 5 The above results of the Company were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 5 August 2014. The statutory auditors have carried out a limited review for the quarter ended 30 June 2014. An unqualified report has been issued by them thereon.

Chennai
5 August 2014


Luis Carlos Silveyra
Chairman

Limited Review report to the Board of Directors of Indo Tech Transformers Limited

We have reviewed the accompanying statement of unaudited financial results ('the Statement') of **Indo Tech Transformers Limited** ('the Company') for the quarter ended June 30, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' 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. Our responsibility is to issue a report on these financial statements based on our review. Attention is drawn to the fact that the figures for the quarter ended March 31, 2014 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial period and the published year to date figures up to the quarter ended December 31 2013. Also, the figures up to the quarter ended December 31, 2013 had only been reviewed and not subjected to audit.

We conducted our review in accordance with the Standard on Review Engagement (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 is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.

Attention is invited to Note 2 to the Statement which more fully discusses the going concern matters. The accumulated losses as at June 30, 2014 have significantly eroded the net worth of the Company. Based on the availability of banking limits and support by the holding company by way of voluntary, non-repayable financial grant, the Company believes that it would be able to meet its financial requirements and no adjustments would be required in respect of the carrying value of assets/liabilities as at June 30, 2014 and accordingly, the financial statements have been prepared on a going concern basis.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results for the quarter ended June 30, 2014, prepared in accordance with Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006, which continue to apply under Section 133 of the Companies Act, 2013 and other recognized 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 misstatement.

for **B S R and Co**

Chartered Accountants

Firm registration no: 128510W



Rajesh Mehra

Partner

Membership No. 103145

Place: Mumbai

Date: August 5, 2014