

SHYAM TELECOM LIMITED

REGD.OFFICE : MTS TOWER, 3, AMRAPALI CIRCLE, VAISHALI NAGER, JAIPUR - 302021, RAJASTHAN, INDIA

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2014

Under Clause 41 of the Listing Agreement

S NO.	PARTICULARS	Unaudited Quarter Ended			Unaudited Nine months Ended		Audited for The Year Ended
		31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
(Rs. In Lacs)							
PART - I							
1	Net Sales/Income from Operations (Net of Excise Duty)	8,504.12	7,689.23	9,640.26	24,814.28	24,935.23	34,786.50
2	Other Operating Income	11.16	10.28	14.81	36.60	56.16	63.93
3	Total Income from Operations (Net) (1+2)	8,615.28	7,699.51	9,655.07	24,850.88	24,991.39	34,850.43
4	Expenditure						
	(a) Cost of Materials Consumed	82.83	62.02	249.38	189.47	1,330.80	1,423.66
	(b) Purchase of Stock-In-Trade	7,706.51	4,538.94	9,542.21	19,665.86	24,485.83	36,743.99
	(c) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade	423.71	2,681.64	(676.03)	3,711.77	(2,770.37)	(6,077.01)
	(d) Employees benefits expenses	152.79	167.94	261.67	529.70	780.74	1,018.80
	(e) Depreciation and amortisation expenses	73.47	67.73	51.05	216.45	152.49	203.29
	(f) Other Expenses	434.50	301.98	344.28	1,041.35	1,332.41	1,673.37
	TOTAL	8,873.81	7,820.25	9,772.56	25,354.60	25,311.90	34,986.10
5	Profit / (Loss) from Operations before Other Income, Finance costs, Exceptional & Prior Period Items (3-4)	(258.53)	(120.74)	(117.49)	(503.72)	(320.51)	(135.67)
6	Other Income	33.28	21.81	12.38	61.58	49.45	64.98
7	Profit/(Loss) from ordinary activities before Finance costs , Exceptional & Prior Period Items (5+6)	(225.25)	(98.93)	(105.11)	(442.14)	(271.06)	(70.69)
8	Finance Costs	13.11	1.82	14.98	15.20	53.52	71.85
9	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional & Prior Period Items (7-8)	(238.36)	(100.75)	(120.09)	(457.34)	(324.58)	(142.54)
10	Exceptional Items - Refer note (d)	43.81	-	-	43.81	-	-
11	Prior Period Expenses	13.59	-	-	13.59	-	-
12	Profit/(Loss) from Ordinary Activities before tax (9-10-11)	(295.76)	(100.75)	(120.09)	(514.74)	(324.58)	(142.54)
13	Tax expense	(66.43)	(32.82)	(14.75)	(124.57)	(54.31)	(76.61)
14	Net Profit/(Loss) from Ordinary Activities after tax (12-13)	(229.33)	(67.93)	(105.34)	(390.17)	(270.27)	(134.93)
15	Extraordinary Items (Net of tax expenses)	-	-	-	-	-	-
16	Net Profit/(Loss) for the period (14-15)	(229.33)	(67.93)	(105.34)	(390.17)	(270.27)	(134.93)
17	Paid up Equity Share Capital (Face Value of the share Rs.10/-each)	1,127.00	1,127.00	1,127.00	1,127.00	1,127.00	1,127.00
18	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	3,968.48
19	Earning Per Share (EPS) (Not annualised)						
	(a) Basic and diluted EPS before Extraordinary items	(2.03)	(0.60)	(0.93)	(3.46)	(2.40)	(1.20)
	(b) Basic and diluted EPS after Extraordinary items	(2.03)	(0.60)	(0.93)	(3.46)	(2.40)	(1.20)
PART II							
A PARTICULARS OF SHAREHOLDING							
1 Public shareholding							
	- Number of shares	3,800,517	3,800,517	3,800,517	3,800,517	3,800,517	3,800,517
	- Percentage of shareholding	33.72	33.72	33.72	33.72	33.72	33.72
2 Promoters and Promoter Group Shareholding							
	(a) Pledged / Encumbered						
	- Number of shares	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
	- Percentage of Promoters shareholding	13.39	13.39	13.39	13.39	13.39	13.39
	- Percentage of Total shareholding	8.87	8.87	8.87	8.87	8.87	8.87
	(b) Non-encumbered						
	- Number of shares	6,469,483	6,469,483	6,469,483	6,469,483	6,469,483	6,469,483
	- Percentage of Promoters shareholding	86.61	86.61	86.61	86.61	86.61	86.61
	- Percentage of Total shareholding	57.41	57.41	57.41	57.41	57.41	57.41
3 MONTHS ENDED 31ST DECEMBER, 2014							
B INVESTOR COMPLAINTS							
	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		
Segment wise Revenue and Results							
1.	Segment Revenue						
	- Telecom Products & Services	166.00	136.52	338.73	488.06	2,042.78	2,638.63
	- Trading & Related Services	8,440.90	7,551.45	9,304.69	24,330.93	22,921.15	32,173.32
	- Investments	8.38	11.54	11.65	31.89	27.46	38.48
	Gross Sales / Income From Operations	8,615.28	7,699.51	9,655.07	24,850.88	24,991.39	34,850.43
	Less : Inter / Intra Segment Sales	-	-	-	-	-	-
	Net Sales	8,615.28	7,699.51	9,655.07	24,850.88	24,991.39	34,850.43
2.	Segment Results						
	(Profit / (Loss) before Depreciation, Interest, Tax and unallocable overheads)						
	- Telecom Products & Services	(14.78)	19.72	(213.54)	(33.77)	117.97	198.49
	- Trading & Related Services	(178.66)	(84.64)	149.87	(285.39)	97.38	165.43
	- Investments	8.38	11.54	11.65	31.89	27.46	38.48
	Total	(185.06)	(53.38)	(52.02)	(287.27)	242.81	402.40
	Less :						
	Depreciation & Amortisations	73.47	67.73	51.05	216.45	152.49	203.29
	Interest & Financial Charges	13.11	1.82	14.98	15.20	53.52	71.85
	Exceptional & Prior Period Items	57.40	-	-	57.40	-	-
	Other un-allocable Expenditure (Net of un-allocable Income)	(33.28)	(22.18)	2.04	(61.58)	361.38	269.80
	Profit/ (Loss) Before Tax	(295.76)	(100.75)	(120.09)	(514.74)	(324.58)	(142.54)

Notes:-

- The above unaudited financial results after review of Audit Committee were taken on record by the Board of Directors at its meeting held on 09.02.2015. The limited review of the Financial Results (Provisional) for the quarter ended 31st December, 2014 has also been carried out by the Statutory Auditors of the company.
- Tax Expense includes provision for Deferred Tax, Minimum Alternate Tax and Income Tax for Earlier year.
- As per the requirement of Schedule II of the Companies Act 2013 effective from 1st April 2014, the company has charged depreciation based on the useful lives as prescribed under the Schedule. Consequently, the company has adjusted Rs. 74.38 Lacs from retained earning and depreciation charge for the quarter and nine months ended 31st December, 2014 is higher by Rs. 25.26 lacs & Rs.72.44 Lacs respectively.
- Exceptional items for the quarter and period ended 31st December 2014 represents the provision for diminution in the carrying value of investment in Spanco Limited.
- In the arbitration case of the Company and ARM Limited in which the arbitrator gave award against the company of an amount of Rs. 25.26 Crores and US Dollar 5.00 Lacs and Rs.20.00 Lacs arbitration cost. The matter is sub-judice and pending in Honorable Delhi High Court. The Company does not expect any liability as per legal opinion obtained and hence has not provided any liabilities for the same.
- In compliance with the Micro, Small and Medium Enterprises Development Act, 2006, the Company has called for the information from vendors. However, no response has been received till date.
- Utilisation of Capital Employed in the Business have not been identified to any of the reportable segments as capital employed is used interchangeable.
- Previous period figures have been regrouped wherever considered necessary.

For & on behalf of Board of Directors of
SHYAM TELECOM LIMITED


Ajay Khanna
(Managing Director)

Date : 9th February, 2015
Place : NEW DELHI

Mehra Goel & Co.
Chartered Accountants

The Board of Directors
M/s Shyam Telecom Limited
A-60, Naraina Industrial Area, Phase-1
New Delhi - 110028

Sub: Limited Review Report of M/s Shyam Telecom Limited for the period ended 31st December, 2014.

Dear Sir,

We have reviewed the accompanying statement of unaudited financial results ("the statement") of M/s Shyam Telecom Limited ("the Company") for the quarter ended 31st December, 2014 and the year to date results for the period 1st April, 2014 to 31st December, 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. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors/Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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 an analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

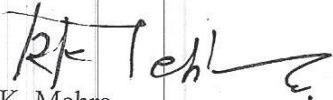
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information 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.

Emphasis of Matter

We draw attention to Note (e) of the Statement in connection with the arbitration case of the company and ARM Limited in which the arbitrator gave award against the company of an amount of Rs, 25.26 Crores and US Dollar 5.00 Lacs and Rs.20.00 Lacs arbitration cost. The matter is sub-judice and pending in Honorable Delhi High Court. As stated in the said note, the Company does not expect any liability as per legal opinion obtained and hence has not provided any liabilities for the same.

Our report is not qualified in respect of this matter.

For **Mehra Goel & Co.**
Chartered Accountant
Firm Registration No. 000517N



R. K. Mehra
(Partner)
Membership No. 6102

Place: New Delhi
Dated: 09th February, 2015