

JCT LIMITED

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab) - 146 024 Phone: 91-11-46290000; Fax: 91-11-25812222 Website: www.jct.co.in , E-Mail: jctsecretarial@jctltd.com

PARTI :	STATEMENT OF AUDITED FINANCIAL	RESULTS FOR THE QUARTER AND	PERIOD ENDED 31ST MARCH 2014

	Quarter Ended			Six months	Eighteen months	
	Particulars	31.03.2014	31.12.2013	31.03.2013	ended 31.03.2014	period ended 30.09.2013
		(Audited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
	1	2	3	4	5	6
					(Amoun	t Rs. In lacs)
11	ncome from Operations				·	
	a) Net Sales/Income from Operations					
'	(net of excise duty)	23,724	21,341	20,212	45.065	121,167
(b) Other Operating Income	1,158	1,003	1,043	2,161	5,631
	Total Income from Operations	24,882	22,344	21,255	47,226	126,797
	xpenses	,	,		,	,
	a) Cost of materials consumed	13,844	13,840	11,545	27,684	71,090
	b) Purchase of Stock in Trade	_	· -	_	· -	
Ì	c) Changes in inventories of finished goods,					
•	work-in-progress and stock-in-trade	570	(1,872)	519	(1,302)	1,002
(d) Employee benefits expense	2,760	2,761	2,587	5,521	14,439
Ì	e) Depreciation & amortisation expense	813	844	943	1,657	7,391
(f) Power and Fuel	3,353	3,847	3,310	7,200	22,011
Ċ	Other expenses	2,597	2,344	1,783	4,941	13,604
1	otal expenses	23,937	21,764	20,687	45,701	129,537
3 F	Profit (+) / Loss (-) from Operations before Other					
1	ncome, finance costs & exceptional items (1-2)	946	580	568	1,526	(2,740)
4 (Other Income	183	299	179	482	1,636
5 F	Profit(+) / Loss (-) from ordinary activities before					
f	inance costs & exceptional (3 +/- 4)	1,129	879	747	2,008	(1,104)
	Finance Cost	897	809	795	1,706	5,295
	Profit(+) / Loss (-) from ordinary activities after					
	inance costs but before exceptional items (5 +/- 6)	232	70	(48)	302	(6,399)
	Exceptional Items					
	a) NPV Protection against lenders' sacrifice	-	-	-	-	(1,622)
	b) (Loss)/profit from discontinued operations	(42)	(9)	(359)	(51)	(674)
	let Profit(+)/Loss(-) from Ordinary activities					
	pefore Tax (7+8)	190	61	(407)	251	(8,695)
	ax expense -earlier year	(83)	-	-	(83)	82
11 N	let Profit(+)/Loss(-) from Ordinary Activities					
	fter tax (9 +/- 10)	273	61	(407)	334	(8,777)
	xtraordinary Items (net of Tax expense)	-	-	- (40=)		-
	let Profit(+)/Loss(-) for the period (11 +/- 12)	273	61	(407)	334	(8,777)
	Share of profit (+) / Loss (-) of associates*	-	-	-	-	-
	/inority interest*	-	-	-	-	-
	Net Profit(+)/Loss(-) after taxes, minority interest &	272	64	(407)	224	(0.777)
	hare of profit/(Loss) of associates (13+14+15)*	273	61 11,021	(407)	334	(8,777)
	Paid-up equity share capital (Rs.2.50 each) Reserves excluding Revaluation Reserve as per	13,920	11,021	8,977	13,920	11,021
	Balance Sheet of previous accounting period	_		_	(10,900)	(18,026)
	i) Earnings per share (before extra ordinary items)	-	<u>-</u>	_	(10,900)	(10,020)
19 (Of Rs.2.50 each) not annualised					
,	a) Basic	0.05	0.02	(0.01)	0.07	(1.72)
	b) Diluted	0.05	0.02	(0.01)	0.07	(1.72)
,	ii) Earnings per share (after extra ordinary items)	0.03	0.01	(0.01)	0.00	(1.47)
l '	of Rs.2.50 each) not annualised					
1	a) Basic	0.06	0.01	(0.11)	0.07	(2.32)
	b) Diluted	0.05	0.01	(0.10)	0.06	(1.99)

PART II

Α	PARTICULARS OF SHAREHOLDINGS					
	Public shareholding					
	- Number of shares	333,516,775	217,562,716	176,578,066	333,516,775	217,462,716
	 Percentage of shareholding 	59.90	49.35	49.18	59.90	49.33
	 Promoters & promoter group Shareholding 					
	(a) Pledged/ Encumbered					
	- Number of shares	222,768,457	222,768,457	90,898,773	222,768,457	222,768,457
	 Percentage of shares (as a % of the total 					
	shareholding of promoter & promoter group)	99.77	99.77	48.81	99.77	99.73
	 Percentage of shares (as a % of the total 					
	share capital of the Company)	40.01	50.53	25.31	40.01	50.53
	(b) Non-encumbered					
	- Number of shares	507,417	507,417	91,601,751	507,417	607,417
	- Percentage of shares (as a % of the total					
	shareholding of promoter &promoter group)	0.23	0.23	50.2	0.23	0.27
	 Percentage of shares (as a % of the total 					
	share capital of the Company)	0.09	0.12	25.51	0.09	0.14

B INVESTOR COMPLAINTS FOR THE QUARTER ENDED 31ST MARCH, 2014

Pending at the beginning	Received during	Disposed of during	Remaining unresolved at the
Of the quarter	The quarter	The quarter	End of the quarter
NIL	12	12	NIL

ΑU	AUDITED SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED (Amount Rs. In lacs)					
1	Segment Revenue (Net Sales/ income from each segment)					
	(a) Textiles	14,046	12,681	11,864	26,727	69,238
	(b) Nylon Filament Yarn	9,678	8,660	8,348	18,338	51,929
	(c) Unallocated	-	_	-	_	<u>-</u>
	Total	23,724	21,341	20,212	45,065	121,167
	Less: Inter Segment Revenue					
	Net Sales / Income From Operations	23,724	21,341	20,212	45,065	121,167
2	Segment Results (Profit(+) /Loss(-) before tax and					
	interest from each segment)					
	(a) Textiles	710	686	215	1,396	(1,960)
	(b) Nylon Filament Yarn	577	155	749	732	1,577
	(c) Unallocated	-	-	-	-	-
	Total	1,287	841	964	2,128	(383)
	Less: (i) Finance costs	897	809	795	1,706	5,295
	(ii) Other Unallocable Expenditure (Net)	158	(38)	217	120	721
	(iii) Un-allocable Income	-	-	-	-	-
	(iv) Exceptional Item					
	(a) (Loss)/profit from discontinued operations	(42)	(9)	(359)	(51)	(674)
	(b) NPV Protection against lenders' sacrifice	-	-	-	-	(1,622)
	Total profit(+) / loss(-) before Tax	190	61	(407)	251	(8,695)
3	Capital Employed (Segment Assets - Segment Liabilities)					
	(a) Textiles	30,043	30,045	29,722	30,043	29,936
1	(b) Nylon Filament Yarn	4,811	5,192	5,660	4,811	5,340
	(c) Unallocated	(24,648)	(39,597)	(38,186)	(24,648)	(35,089)
1	Total	10,206	(4,360)	(2,804)	10,206	187

Statement of Assets and Liabilities					
SI.	Particulars .	As at 31.03.2014	As at 30.09.2013		
No.		(Audited)	(Audited)		
A	EQUITY AND LIABILITIES				
1	Shareholders' Fund	40.000	40.404		
	(a)Share Capital	16,320	13,421		
	(b)Reserves & Surplus	(6,114)	(13,234)		
	Sub-total-Shareholders' fund	10,206	187		
2	Non-current liabilities				
	(a)Long-term borrowings	17,265	18,563		
	(b)Deferred Tax Liablities (Net)	-	-		
	(c) Other long term liabilities	2,404	2,422		
	(d)Long-term provision	3,836	3,890		
	Sub-total-Non-current liabilities	23,505	24,875		
3	Current liabilities				
	(a)Short-term borrowings	5,177	5,109		
	(b)Trade payables	12,712	10,151		
	(c) Other current liabilities	18,500	28,948		
	(d)Short-term provision	656	581		
	Sub-total-Current liabilities	37,045	44,789		
	TOTAL -EQUITY AND LIABILITIES	70,756	69,851		
В	ASSETS				
1	Non-current assets				
	(a) Fixed assets	40,207	41,616		
	(b)Non-current investments	3,669	2,790		
	(c) Deferred Tax Assets (Net)	-	-		
	(d)Long term loans and advances	689	701		
	(e)Other Non Current Assets	-	-		
	Sub-total-Non-current assets	44,565	45,107		
2	Current assets				
	(a)Current investments	-	1,037		
	(b)Inventories	13,606	11,801		
	(c) Trade receivables	6,723	5,652		
	(d)Cash and cash equivalents	655	1,319		
	(e)Short-term loans and advances	3,555	3,470		
	(f) Other current assets	1,652	1,465		
	Sub-total-Current assets	26,191	24,744		
	TOTAL -ASSETS	70,756	69,851		

- 1 Figures for the quarter ended 31.03.2014 are the balancing figures between audited figures for the six months period ended on 31.03.2014 and the published year to date figures upto the 2nd quarter i.e.31.03.14 of the current six months period ended on 31.03.2014. The same have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30.05.2014.
- 2 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.42 lakhs as loss from discontinued operations during the quarter.

Particulars	Quarter Ended 31.03.2014 (Rs./lakhs)	Yaer to date Ended 31.03.2014 (Rs./lakhs)
Other expenses	46	57
Less: Other Income	4	6
Loss	42	51

3 The Company raised US\$ 30 million through issue of unsecured Foreign Currency Convertible Bonds (FCCBs) on 08.04.2006 to part finance the capital expenditure. FCCBs of US\$ 4.58 million were converted into equity shares during the tenure and US\$ 12.93 million were settled by issue of equity shares during the period ended on 31.03.2014. The balance outstanding of US\$ 12.49 million (equivalent to Rs. 7,555.20 lakhs) alongwith premium of 20.075% (US\$ 2.51 million equivalent to Rs. 1,516.71 lakhs) became due for redemption on 08.04.2011. The Company has not been able to redeem $such \ matured \ FCCBs \ due \ to \ paucity \ of \ cash \ funds. \ Further, provision \ of \ Rs. \ 1,622.36 \ lakhs \ towards \ yield \ protection \ on \ the$ unpaid amount is not considered necessary as this will not be payable once the restructuring/settlement of FCCBs is

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. During the period, the Company has settled US\$ 12.93 million FCCBs by issue of 115,954,059 equity shares of Rs. 2.50 each at par. Based on legal opinion, the capital gain of Rs. 5,082.50 lakhs has been shown in Capital Reserve under 'Reserves & Surplus.

Other bondholders of FCCBs are pursuing the matter in the court for winding up of the Company for non payment of the dues. The Company has been advised that the merits of the case do not warrant winding up.

- 4 The restructuring scheme has been implemented. However additional working capital funds have not been released by banks due to order dt.17.10.2012 of Hon'ble High Court and upheld by Hon'ble Supreme Court restricting creation of charge on the assets of the company.
- 5 Since 01.10,2012, the Company is not accepting and renewing public deposits u/s 58A of the Companies Act,1956 and repaying the existing deposits as and when they became due and claimed. However, during the period, there have been some delays including of clearance of cheques aggregating to Rs.328.46 lakhs as at 31st March,2014 which have since been cleared.
- 6 Debit/credit balances in account of few parties are subject to confirmation/reconciliation.
- 7 Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on a going concern basis on the strength of continued support of the promoters, bankers/ other lenders. Further, with the implementation of restructuring of Company's debt with its lending bankers under the Corporate Debt Restructuring Cell (CDR), the performance of the Company is expected to continue to improve. In addition, release of additional working capital fund sanctioned under CDR Scheme would further improve the liquidity position and operations of the Company. The management, considering the future plan for operations and support of the promoters, lenders, $business\ associates\ and\ workmen\ is\ hopeful\ of\ improved\ profitability\ leading\ to\ improvement\ in\ its\ financial\ position.$
- 8 The figures of the previous period have been regrouped/reclassified, wherever necessary, to confirm to current period's classification.

BY ORDER OF THE BOARD SAMIR THAPAR

Place: New Delhi Dated: 30.05.2014 **CHAIRMAN & MANAGING DIRECTOR**