

12th November, 2014

To,
Mr. Hari K - Asst. Vice President
National Stock Exchange of India Ltd
"Exchange Plaza", C-1, Block G,
Bandra - Kurla Complex,
Bandra (E), Mumbai - 400 051

To,
The Manager - Corporate
The Corporate relationship Department
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001

Dear Sir,

**Sub: Un-audited Financial Results for the quarter/six months ended 30th September, 2014
along with the Limited Review Report.**

Scrip Code: NSE: SMARTLINK

BSE: 532419

Pursuant to clause 41 of the Listing Agreement, please find attached Un-audited Financial Results for the quarter/six months ended 30th September, 2014 along with the Limited Review Report which was duly approved by the Board of Directors of the Company at its meeting held today.

Request you to kindly take note of the same and acknowledge the Receipt.

Thanking You,

Yours Faithfully,

For **SMARTLINK NETWORK SYSTEMS LIMITED**



**URJITA DAMLE
COMPANY SECRETARY**

Deloitte Haskins & Sells LLP

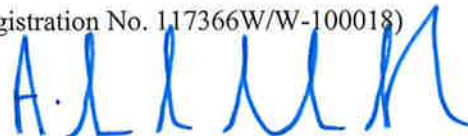
Chartered Accountants
Indiabulls Finance Centre
Tower 3, 27th - 32nd Floor
Senapati Bapat Marg
Elphinstone Road (West)
Mumbai - 400 013
Maharashtra, India

INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF SMARTLINK NETWORK SYSTEMS LIMITED

Tel: +91 (022) 6185 4000
Fax: +91 (022) 6185 4501/4601

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SMARTLINK NETWORK SYSTEMS LIMITED** ("the Company") for the Quarter and Six Months ended 30th September, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. 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 the Statement based on our review.
2. We conducted our review of the Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months Ended 30th September, 2014 of the Statement, from the details furnished by the Management.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



(A. Siddharth)

(Partner)
(Membership no: 31467)

Mumbai, 12th November, 2014

Smartlink Network Systems Limited

Registered office : Plot No. L-7, Verna Industrial Estate, Verna, Goa - 403 722
CIN: L30007GA1993PLC001341

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/SIX MONTHS ENDED SEPTEMBER 30, 2014

							(Rs. In lakh)
Sr. No.	Particulars	3 months ended 30.09.2014 (Unaudited)	Preceding 3 months ended 30.06.2014 (Unaudited)	Corresponding 3 months ended 30.09.2013 in the previous year (Unaudited)	Year to date figures for current period ended 30.09.2014 (Unaudited)	Year to date figures for previous period ended 30.09.2013 (Unaudited)	Previous year ended 31.03.2014 (Audited)
1	Income from Operations						
	a) Net sales / Income from Operations (net of excise duty)	3,069.31	2,715.58	4,678.84	5,784.89	8,317.69	14,961.52
	b) Other Operating Income	-	-	0.13	-	0.31	23.03
	Total income from operations (net)	3,069.31	2,715.58	4,678.97	5,784.89	8,318.00	14,984.55
2	Expenses						
	a) Cost of materials consumed	609.52	540.86	1,035.53	1,150.38	1,435.08	2,942.33
	b) Purchase of traded goods	1,343.84	1,039.14	3,913.16	2,382.98	5,723.42	10,173.81
	c) Changes in inventories of finished goods, work-in-progress and traded goods	495.10	610.90	(1,164.16)	1,106.00	(369.07)	(953.93)
	d) Employee benefits expense	559.28	570.18	664.16	1,129.46	1,294.66	2,440.09
	e) Depreciation and amortisation expense (Refer Note 1)	91.65	104.90	95.55	196.55	190.20	369.53
	f) Diminution in value of current investments - provision / (write back)	25.12	(283.58)	919.13	(258.46)	940.94	326.13
	g) Other Expenses	538.53	494.88	752.80	1,033.41	1,430.87	2,618.94
	Total Expenses	3,663.04	3,077.28	6,216.17	6,740.32	10,646.10	17,916.90
3	(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(593.73)	(361.70)	(1,537.20)	(955.43)	(2,328.10)	(2,932.35)
4	Other Income	801.03	854.26	194.63	1,655.29	1,394.45	2,339.64
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 + 4)	207.30	492.56	(1,342.57)	699.86	(933.65)	(592.71)
6	Finance costs	0.02	0.29	0.14	0.31	0.19	1.30
7	Profit / (Loss) from ordinary activities before tax (5-6)	207.28	492.27	(1,342.71)	699.55	(933.84)	(594.01)
8	Tax expense						
	Current Tax	81.15	-	-	81.15	-	(384.71)
	Deferred Tax	(96.70)	-	-	(96.70)	-	-
		(15.55)	-	-	(15.55)	-	(384.71)
9	Net Profit / (Loss) for the period (7-8)	222.83	492.27	(1,342.71)	715.10	(933.84)	(209.30)
10	Paid Up Equity Share Capital (Face Value Rs 2/-)	600.10	600.10	600.10	600.10	600.10	600.10
11	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year.						39,509.84
12	Basic and Diluted Earnings per share (of Rs. 2/- each) (*not annualised)	0.74	1.64	(4.47)	2.38	(3.11)	(0.70)
	See accompanying notes to the financial results						



PART - II**SELECT INFORMATION FOR THE QUARTER / SIX MONTHS ENDED SEPTEMBER 30, 2014**

Sr. No.	Particulars	3 months ended 30.09.2014	Preceding 3 months ended 30.06.2014	Corresponding 3 months ended 30.09.2013 in the previous year	Year to date figures for current period ended 30.09.2014	Year to date figures for previous period ended 30.09.2013	Previous year ended 31.03.2014
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	- Number of Shares	7,654,274	7,654,274	7,654,274	7,654,274	7,654,274	7,654,274
	- Percentage of Shareholding	25.51%	25.51%	25.51%	25.51%	25.51%	25.51%
2	Promoters 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	22,350,576	22,350,576	22,350,576	22,350,576	22,350,576	22,350,576
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the Company)	74.49%	74.49%	74.49%	74.49%	74.49%	74.49%
B	INVESTOR COMPLAINTS	3 months ended 30.09.2014					
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	26					
	Disposed of during the quarter	26					
	Remaining unresolved at the end of the quarter	Nil					

Notes :

- Pursuant to the enactment of the Companies Act, 2013 (the 'Act'), effective 1st April, 2014, the Company has revised the estimated useful lives of its fixed assets to ensure compliance with the stipulations of Schedule II to the Act, only for assets whose lives were longer than as prescribed by the said Schedule. Accordingly, the unamortized depreciable amounts of the fixed assets are being charged over the revised remaining useful lives. This has the impact of increasing depreciation charge for the quarter by Rs. 8.14 lakh and six months by Rs. 24.56 lakh. Further, in accordance with the stipulations of the said Schedule, written down value of fixed assets, whose lives had expired as at 1st April, 2014, aggregating Rs. 15.71 lakh (net of tax) have been adjusted against the retained earnings.
- The Company operates in a single business segment namely "Networking Products".
- Figures of the previous quarter/year are re-grouped/re-arranged, wherever necessary.
- The above unaudited results have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on 12th November, 2014.

For and on behalf of the Board

K. R. Naik
K. R. Naik
 Executive Chairman
 DIN 00002013



Mumbai
 November 12, 2014



Statement of Assets and Liabilities

Particulars		As at 30.09.2014 (Unaudited)	As at 31.03.2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	600.10	600.10
	(b) Employee stock options	137.16	137.16
	(c) Reserves and Surplus	40,581.08	39,881.68
	Sub-total - Shareholders' funds	41,318.34	40,618.94
2	Non-current liabilities		
	(a) Other long-term liabilities	11.61	11.61
	(b) Long-term provisions	68.55	62.55
	Sub-total - Non-current liabilities	80.16	74.16
3	Current liabilities		
	(a) Trade payables	1,745.29	1,740.58
	(b) Other current liabilities	476.61	240.73
	(c) Short-term provisions	82.60	734.29
	Sub-total - Current liabilities	2,304.50	2,715.60
	TOTAL - EQUITY AND LIABILITIES	43,703.00	43,408.70
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	2,454.43	2,680.03
	(b) Deferred tax asset (net)	104.79	-
	(c) Long-term loans and advances	535.19	942.87
	Sub-total - Non-current assets	3,094.41	3,622.90
2	Current assets		
	(a) Current investments	31,446.32	28,281.95
	(b) Inventories	1,463.46	2,750.98
	(c) Trade receivables	1,793.54	2,917.44
	(d) Cash and cash equivalents	5,174.50	5,013.84
	(e) Short-term loans and advances	546.88	530.53
	(f) Other current assets	183.89	291.06
	Sub-total - Current assets	40,608.59	39,785.80
	TOTAL - ASSETS	43,703.00	43,408.70

For and on behalf of the Board

K.R. Naik

Executive Chairman
DIN 00002013

Mumbai
November 12, 2014

