

Notes:

- 1 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 30 May 2014 and have been subjected to an audit by the statutory auditors. An unqualified report has been issued by them thereon.
- 2 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.
- 3 The Company's performance during the nine months period ended March 31, 2014 has witnessed rise in demand from its customers and improved market conditions. However, increased interest cost continues to be a burden on the margins and as a result, the accumulated losses as at March 31, 2014 have further eroded the net worth of the Company. During the current period, the Company has intimated to the Board for Industrial and Financial Reconstruction (BIFR) about erosion of more than 50% of the Company's peak net worth pursuant to section 23 of Sick Industrial Companies (Special Provision) Act, 1985 (SICA).
- Prolec GE Internacional S De RL De CV (the holding Company / 'Prolec GE') has consistently supported the Company to raise unsecured funds from banks and renewal of the existing loans subsequent to March 31, 2014. Also, pursuant to the various steps initiated by the Company to improve its operational performance and liquidity, there has been a reduction in losses in the current period. Based on the approved business plans, independent impairment testing and availability of banking limits, the Company believes that it would be able to meet its financial requirements and no adjustments would be required in respect of the carrying values 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.
- 4 The Board of directors vide their meeting held on 21 March 2013 had extended the financial year by three months from 31 March 2013 (12 months) to 30 June 2013 (15 months).
- 5 During the quarter ended 31 March 2013, the holding Company has agreed to absorb the freight costs accounted as an expense during the quarter ended 30 September 2012 towards sale of certain transformers to group companies.
- 6 Prolec GE had seconded some employees to the Company, who were on the payroll of the Company. During the quarter ended 31 March 2014, Prolec GE has agreed and re-imbursed the salaries and other expenses amounting to Rs. 533.18 lakhs for the year ended 31 March 2011. Such re-imbursement has been accounted as other income.

7 Statement of Assets and Liabilities

Particulars	As at 31-Mar-14 (Audited)	As at 30-Jun-13 (Audited)
(Rs. in lakhs)		
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	1,062	1,062
(b) Reserves and surplus	(450)	1,430
Sub-total - Shareholders' funds	612	2,492
2. Non-current liabilities		
(a) Long-term provisions	72	81
Sub-total - Non-current liabilities	72	81
3. Current liabilities		
(a) Short-term borrowings	12,542	8,067
(b) Trade payables	3,383	4,570
(c) Other current liabilities	1,604	2,416
(d) Short-term provisions	57	58
Sub-total - Current liabilities	17,586	15,111
TOTAL - EQUITY AND LIABILITIES	18,270	17,684
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	7,196	7,502
(b) Long-term loans and advances	461	445
(c) Other non-current assets	50	484
Sub-total - Non-current assets	7,707	8,431
2. Current assets		
(a) Inventories	3,202	3,406
(b) Trade receivables	4,431	3,459
(c) Cash and bank balances	959	653
(d) Short-term loans and advances	1,800	1,590
(e) Other current assets	171	145
Sub-total - Current assets	10,563	9,253
TOTAL - ASSETS	18,270	17,684

- 8 Previous years / periods figures have been regrouped or rearranged wherever necessary to conform to the current year / period presentation.

Chennai
30 May 2014

Luis Carlos Silveira
Chairman

PART I : STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2014

S. No.	Particulars	Quarter ended			9 months ended		(Ifs. in lakhs)
		31-Mar-14 (Audited)	31-Dec-13 (Unaudited)	31-Mar-13 (Unaudited)	31-Mar-14 (Audited)	30-Jun-13 (Audited)	
		Balancing figures *					Refer Note 4
1	Income from operations (a) Net sales / income from operations (net of excise duty) (b) Other operating income Total income from operations (net)	3,371 4 3,375	3,079		9,161	11,317	
2	Expenses (a) Cost of materials consumed (b) Changes in inventories of finished goods, work-in-progress (c) Employee benefits expense (d) Depreciation and amortisation expense (e) Freight (Refer note 5) (f) Warranty costs (g) Other expenses Total expenses	3,559 (794) 349 96 85 (1) 606 3,900 (625)	2,404 364 354 102 102 17 506 3,848 (614)		7,706 264 1,056 299 209 30 1,644 11,258 (1,872)	9,997 (754) 1,790 509 552 777 3,079 15,914 (4,507)	
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	915	100	22	1,044	147	
4	Other income (Refer note 6)	390	(614)	(1,166)	(828)	(4,360)	
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	393	413 (927)	232 (1,417)	1,063 (1,881)	657 (5,017)	
6	Finance costs	(3)					
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	-	-	-	-	-	
8	Exceptional items	(3)	(927)	(1,417)	(1,881)	(5,017)	
9	Profit / (Loss) from ordinary activities before tax (7+8)	-	-	-	-	-	
10	Tax expense	(3)	(927)	(1,417)	(1,881)	(5,017)	
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	-	-	-	-	-	
12	Extraordinary item (net of tax expense)	-	(927)	(1,417)	(1,881)	(5,017)	
13	Net Profit / (Loss) for the period (11-12)	(3)	(927)	(1,417)	(1,881)	(5,017)	
14	Paid-up equity share capital (Face value per share - Rs.10)	1,062	1,062	1,062	1,062	1,062	
15	Reserves excluding revaluation reserves (as per Balance Sheet of previous accounting year)				(450)	1,430	
16.i	Earnings per share (EPS) (before extraordinary items) (of Rs. 10 each) Basic and diluted EPS	(0.03) (Not annualised)	(8.73) (Not annualised)	(13.34) (Not annualised)	(17.71) (Not annualised)	(47.25) (Not annualised)	
16.ii	Earnings per share (EPS) (after extraordinary items) (of Rs. 10 each) Basic and diluted EPS	(0.03) (Not annualised)	(8.73) (Not annualised)	(13.34) (Not annualised)	(17.71) (Not annualised)	(47.25) (Not annualised)	

PART II : SELECT INFORMATION FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2014

A	PARTICULARS OF SHAREHOLDING	3 months ended			9 months ended		
		31-Mar-14 (Audited)	31-Dec-13 (Unaudited)	31-Mar-13 (Unaudited)	31-Mar-14 (Audited)	30-Jun-13 (Audited)	
1	Public shareholding - Number of shares - Percentage of shareholding	2,724,376 25.65	2,724,376 25.65	2,724,376 25.65	2,724,376 25.65	2,724,376 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 - 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)	- - - 7,895,625 100.00 74.35	- - - 7,895,625 100.00 74.35	- - - 7,895,625 100.00 74.35	- - - 7,895,625 100.00 74.35	- - - 7,895,625 100.00 74.35	
Particulars		3 months ended 31-Mar-14			9 months ended 31-Mar-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 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 of the financial year. Also the figures upto the end of the second quarter were only reviewed and not subjected to audit.