

PART - I STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER 2014

(Rs. in Lacs)

S.No	Particulars	3 months ended	Previous 3	Corresponding 3	For the Period	For the Period	For the Period
		30.09.2014	months ended	months ended in	from 01.01.2014 to	from 01.04.2013 to	from 01.04.2013 to
		(3 Months)	30.06.2014	the previous year	30.09.2014	30.09.2013	31.12.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	a. Net sales / Income from operations	23,810	26,563	28,961	76,585	63,126	91,602
	b. Other operating income	579	504	751	1,534	1,278	2,867
	Total income from operations (net)	24,389	27,067	29,712	78,119	64,404	94,469
2	Expenses						
	a. Cost of materials consumed	12,172	13,621	19,156	41,815	37,328	52,920
	b. Purchase of Stock in trade	54	13	101	82	118	137
	c. Change in inventories of finished goods, work in progress and stock in trade.	3,652	5,638	(3,864)	9,920	(2,777)	29
	d. Employees benefits expense	3,583	3,979	4,076	11,273	7,662	11,363
	e. Depreciation and amortisation expense	4,112	4,296	5,006	12,808	10,593	15,427
	f. Power and fuel expense	3,552	3,569	5,104	10,898	9,824	13,721
	g. Other expenses	3,689	3,581	4,701	11,825	9,756	15,349
	Total expenses	30,814	34,697	34,280	98,621	72,504	108,946
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(6,425)	(7,630)	(4,568)	(20,502)	(8,100)	(14,477)
4	Other Income	687	658	1,951	1,958	5,253	6,111
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(5,738)	(6,972)	(2,617)	(18,544)	(2,847)	(8,366)
6	Finance costs	5,354	5,231	5,277	16,028	10,379	15,752
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(11,092)	(12,203)	(7,894)	(34,572)	(13,226)	(24,118)
8	Exceptional items	(2,725)	(6,717)	(5,281)	(15,616)	(9,729)	(20,547)
9	Profit / (Loss) from ordinary activities before tax (7+8)	(13,817)	(18,920)	(13,175)	(50,188)	(23,025)	(44,665)
10	Tax expense	-	-	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(13,817)	(18,920)	(13,175)	(50,188)	(23,025)	(44,665)
12	Extraordinary Items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(13,817)	(18,920)	(13,175)	(50,188)	(23,025)	(44,665)
14	Share of Profit / (Loss) of Associates	-	-	-	-	-	-
15	Minority Interest	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)	(13,817)	(18,920)	(13,175)	(50,188)	(23,025)	(44,665)
17	Paid-up equity share capital (Face value:Rs.10/- per share)	20,831	20,831	18,831	20,831	18,831	19,831
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(34,364)
19	Earnings per share: (not annualised)						
	i) Before Extraordinary items						
	- Basic (Rs.)	(6.63)	(8.65)	(5.63)	(24.47)	(12.68)	(24.07)
	- Diluted (Rs.)	(6.63)	(8.65)	(5.63)	(24.47)	(12.68)	(24.07)
	ii) After Extraordinary items						
	- Basic (Rs.)	(6.63)	(8.65)	(5.63)	(24.47)	(12.68)	(24.07)
	- Diluted (Rs.)	(6.63)	(8.65)	(5.63)	(24.47)	(12.68)	(24.07)

PART - II SELECT INFORMATION FOR THE QUARTER ENDED 30 SEPTEMBER 2014

S.No	Particulars	3 months ended	Previous 3	Corresponding 3	For the Period	For the Period	For the Period
		30.09.2014	months ended	months ended in	from 01.01.2014 to	from 01.04.2013 to	from 01.04.2013 to
		(Unaudited)	30.06.2014	the previous year	30.09.2014	30.09.2013	31.12.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	140,885,963	140,885,963	140,885,963	140,885,963	140,885,963	140,885,963
	- Percentage of shareholding	67.63	67.63	74.82	67.63	74.82	71.04
2	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	- Number of shares	67,420,141	67,420,141	27,420,141	67,420,141	27,420,141	27,420,141
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	57.82	100.00	57.82	47.75
	- Percentage of shares (as a % of the total share capital of the Company)	32.37	32.37	14.56	32.37	14.56	13.83
	b) Non-encumbered						
	- Number of shares	-	-	20,000,000	-	20,000,000	30,000,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	42.18	-	42.18	52.25
	- Percentage of shares (as a % of the total share capital of the Company)	-	-	10.62	-	10.62	15.13

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Particulars		3 months ended 30.09.2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed off during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

Notes:

- The Company is primarily in the business of manufacture and sale of Storage Media. The other activities of the Company comprise replication of content, sale of consumer electronic products and operation and maintenance of sector specific Special Economic Zone for non-conventional energy. The segment revenues, results and assets of the other activities do not constitute reportable segments under AS-17 and accordingly no disclosure is required.
- (a) The Profit / (Loss) from ordinary activities before finance costs and exceptional items for the quarter ended 30 September 2014 includes foreign currency exchange fluctuation gain (net) of Rs. 412 lacs. (Quarter ended 30 June 2014 includes foreign currency exchange fluctuation gain (net) of Rs 432 lacs).

(b) The current quarter exceptional items pertain to exchange loss of Rs. 1,394 lacs on account of foreign currency convertible bond's liability and Rs. 1,332 lacs for the provision against doubtful debts of a subsidiary company. (Quarter ended 30 June 2014 exchange loss of Rs. 230 lacs and Rs. 6,487 lacs for permanent diminution in investment of a subsidiary company.)
- (a) The outstanding foreign currency convertible bonds (FCCBs) with principal value of USD 88,500,000 (equivalent to Rs 54,653 lacs) matured for redemption on 21 June 2012, which have since been claimed by the trustee of the bondholders. The Company has obtained an approval from the Reserve Bank of India to extend the redemption date of bonds and is in the process of negotiation with the bondholders, through the Trustee, to re-structure of these bonds. Pending acceptance by the bondholders and approvals from the appropriate regulatory authorities, of the terms proposed by the Company, the company continues to accrue for the premium on FCCB based on the original terms of these bonds. As at 30 September 2014, such accrual for premium on FCCB aggregates Rs 36,399 lacs (as at 30 June 2014: Rs 33,905 lacs). In view of the ongoing negotiations, financial obligations of the Company, other than the premium on redemption are presently not reasonably determinable, and hence have not been provided for. Pursuant to registration of the reference filed by the Company under SICA, the petition under section 434 of the Companies Act, 1956, filed by the trustee on behalf of certain bondholders with the Hon'ble High Court of Delhi, has been disposed off by the Hon'ble High Court of Delhi giving liberty to the petitioner to revive the petition upon termination of proceedings under SICA.

(b) The Company has incurred a loss of Rs 13,817 lacs during the quarter ended 30 September 2014, and, as of that date, the Company's accumulated losses aggregate Rs. 143,929 lacs, resulting in erosion of the entire net worth of the Company. As on that date, the Company's current liabilities exceeded its current assets by Rs. 132,191 lacs. The aforesaid conditions along with conditions as mentioned in note 3(a) to the results indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. The Company's corporate debt restructuring scheme to re-structure the borrowings from secured lenders has already been approved which is being implemented and further Company is in process of submitting revised restructuring proposal to the lender banks. Management is also confident of re-structuring the FCCB obligation as described in note 3(a). Pending outcome of the aforementioned discussions with the bondholders and the related litigation, acceptance of revised restructuring with lender banks, implementation of restructuring scheme and increased business operations once these outstanding matters are resolved, which are materially uncertain, the results of the Company have been prepared on a going concern basis.
- The management performed a detailed impairment assessment for its investments in and advances or other receivables from certain subsidiaries, viz. Helios Photo Voltaic Limited (HPVL), Moser Baer Solar Limited (MBSL), Moser Baer Entertainment Limited (MBEL), Photovoltaic Holdings Limited and Moser Baer Investments Limited as at 31 December 2013, which have been updated by the management upto 30 September 2014 to determine whether these investments and advances or other receivables are recoverable. Material estimates and judgments used in such assessment were inter-alia, successful implementation of business plans, external market conditions of solar market, regulatory benefits, acceptance of revised restructuring with lender banks and complete implementation of proposed/ existing restructuring schemes. The developments since the last detailed assessment indicate changes in liquidity position and an improved industry and regulatory environment. Basis updated assessment, during the quarter ended 30 September 2014, the management has recorded a provision in trade receivables from a subsidiary amounting to Rs. 1,332 lacs. Accordingly, net carrying values of investment, advances, trade and other receivables from these subsidiaries as at 30 September 2014 aggregates to Rs. 94,474 lacs.
- Figures of the previous periods have been regrouped and rearranged wherever necessary, to make them comparable.
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13 November 2014.
- The Limited review by the Statutory Auditors for the quarter as required under clause 41 of the Listing Agreement has been completed and the related report is being forwarded to the Stock Exchanges.

Place: New Delhi
Date: 13 November 2014

For and on behalf of the Board of Directors of
Moser Baer India Limited

DEEPAK PURI
Chairman and Managing Director