

PART I

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 30th SEPTEMBER, 2014

(Rs.in Lacs)

Sr No	Particulars	Quarter Ended			Year Ended		Previous Year Ended
		01.07.2014 To 30.09.2014 (Unaudited)	01.04.2014 To 30.06.2014 (Audited)	01.07.2013 To 30.09.2013 (Unaudited)	01.07.2014 To 30.09.2014 (Unaudited)	01.07.2013 To 30.09.2013 (Unaudited)	01.07.2013 To 30.06.2014 (Audited)
1	a. Net Sales / Income From Operations	229.51	317.32	1001.12	229.51	1,001.12	3150.44
	b. Other Operating Income						
2	Expenditure						
	a Increase/decrease in stock in trade & WIP	0.00	0.00	-145.56	0.00	-145.56	0.00
	b Consumption of Raw material	12.34	13.05	247.88	12.34	247.88	115.62
	c Purchase of traded goods.	0.00	0.00	698.90	0.00	698.90	1874.19
	d Employee cost	45.28	78.60	37.89	45.28	37.89	481.14
	e Depreciation	120.79	124.26	110.25	120.79	110.25	539.15
	f Other expenditure	126.72	151.93	1502.65	126.72	1,502.65	1,574.40
	g Expenditure (a to f)	305.13	367.84	2452.01	305.13	2452.01	4584.50
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(75.62)	(50.52)	(1450.89)	(75.62)	(1450.89)	(1434.05)
4	Other Income	0	0.00		0.00		0.00
5	Profit before Interest & Exceptional Items (3+4)	(75.62)	(50.52)	(1450.89)	(75.62)	(1450.89)	(1434.05)
6	Interest	0.00	0.00	15.54	40.94	15.54	40.94
7	Profit/(Loss) after interest, but before Exceptional Items (5+6)	(75.62)	(50.52)	(1435.35)	(34.68)	(1435.35)	(1474.99)

Particulars**3 months ended 30/09/2014****INVESTOR COMPLAINTS**

Pending at the beginning of the quarter	2
Received during the quarter	5
Disposed of during the quarter	4
Remaining unresolved at the end of the quarter	3

Notes:-

- The bankers and unsecured creditors had initiated proceedings before Honorable Bombay High Court for winding up of the Company. Consequent to one of the customers, who had offered to buy the Company's Manufacturing Unit at Baddi and which offer was informed to the Court in the aforesaid proceedings, withdrawing his offer to buy the said property, Honorable Bombay High Court in their Order dated 30th April 2014, appointed "Provisional Liquidator" to take charge of the Company's Books of Account, Assets and Properties both Movable and Immovable. Further, the Company, its Directors, Officers and Agents were restrained from creating any dispossession of any of the assets or properties of the Company without leave of the Court except in the ordinary and usual course of the Business.
- Consequent to the losses exceeding the Share Capital and Reserves the Company through its application Under Section 15 of SICA Act 1985 has sought registration before the BIFR and protection Under Section 22 of SICA Act 1985. The application has been duly acknowledged vide No. 1366 dated 02.07.2014. Company has also briefly narrated therein its proposal to revive the operation and turn the negative net worth to positive.
- As a sequel to the temporary Suspension of the Company's Manufacturing Activities at its three locations due to paucity of the Working Capital, the range of products of the Company do not presently have visibility in the market on account of which the payments due from Customers are not forthcoming. As legally advised, the Company has therefore commenced legal proceedings for recovery against the debtors whose outstandings as at the Balance Sheet data is Rs. 19512 Lac. Company is of the view that once these proceedings are initiated coupled with the fact that the operations would recommence once the terms with lenders are financed, the Customers would come up with proposals for settlements of their dues. On this basis the debts are considered as good and recoverable.
- The Company's bank accounts [Secured Creditors] became NPA. The principal amount due to the Consortium of bankers amounts to approximately Rs. 19600 Lac. The Bankers had sent notice Under Section 13 of the SARFASI Act in respect of the Companies assets situated at Vadgaon, Pimpri and Vasai for an amount of Rs. 22409 Lac that included interest upto 31st July 2013. The Company has been legally advised that since possessions of these three units continue with the Company, title to the aforesaid properties continue to remain with the Company.
- Company has been informed that a majority of the secured Lenders [consortium of Banks] have, pursuant to an auction process assigned their dues in favour of an Asset Reconstruction Company [ARC]. ARC is presently leading the dialogue with the Company for a comprehensive settlement of the dues of the consortium. Company is hopeful that the settlement as aforesaid, would benefit it and coupled with other proposals under evaluation such as developing the properties as residential/commercial complexes, negotiations with strategies investors for infusion of funds to commence the operations, etc. will go a long way in bringing about turn around in the operations and to a large extent make the existing negative net worth become positive. The Company has included the same in the presentations that have been made before BIFR. The Company has been legally advised that since reference has already been made to BIFR, it has fair amount of chance in succeeding. Seen cumulatively Management is of the view that the Company continues to operate as a going concern.
- Interest due on Bank Loans for the year, has not been provided since the matter is under negotiation with them. However balance amount in provision for contingency is considered adequate for this purpose should there be a need to pay for interest separately.
- In the proceedings under the Income Tax Act, the Company's block assessments from Assessment years 2006-07 to 2012-13 were completed in which claim for deduction in respect of Research and Development Under Section 35 of the Act, and Tax holiday benefit under 80IC of the Act were disallowed resulting in tax demand of Rs. 9289 Lac. As advised, Company is contesting the disallowances in appeal.
- Previous year's/quarters figures have been regrouped and rearranged wherever necessary.
- The above unaudited results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th November 2014.
- The Company is primarily engaged in Pharmaceutical formulations business, which in the context of Accounting Standard (AS17) "Segment Reporting" is considered to be the only business segment.

For Twilight Litaka Pharma Ltd



GOPAL RAMOURTI
Managing Director



Place : Mumbai
Date : 14.11.2014