



Allsec Technologies Limited
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 Corp. Office : 46-B Velachery Main Road, Velachery, Chennai - 600 042.

Part I : Statement of Audited Financial Results for the Quarter and Year ended March 31, 2014

(Rupees in Lakhs except EPS and shareholding data)

Sl. No.	Particulars	Standalone Results					Consolidated Results				
		Quarter Ended		Year Ended			Quarter Ended		Year Ended		
		31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
		Audited [Refer Note 8]	Un-Audited	Audited [Refer Note 8]	Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Audited
1	Income from operations										
	Net Sales / Income from Operations	2,494	2,696	2,471	10,674	10,748	4,111	4,909	7,118	19,962	32,007
	Total income from operations	2,494	2,696	2,471	10,674	10,748	4,111	4,909	7,118	19,962	32,007
2	Expenses										
	a Connectivity Cost	146	163	154	618	682	139	183	207	664	777
	b Employee benefits expense	1,287	1,480	1,382	5,804	6,157	3,230	3,812	5,092	16,339	21,297
	c Bad debts written off / Provision for loans & investments in subsidiary	274	-	-	275	426	222	-	-	223	454
	d Impairment loss / loss on fixed assets written off [Refer Note 7]	64	3	-	76	-	1,020	3	-	1,032	-
	e Other expenses	630	661	699	2,809	3,097	1,209	1,383	1,785	5,427	5,838
	f Depreciation and Amortisation	177	168	230	748	1,014	289	315	349	1,242	1,477
	Total expenses	2,578	2,475	2,465	10,330	11,376	6,109	5,696	7,433	24,927	29,843
3	Profit / (Loss) from operations before other income and finance costs	(84)	221	6	344	(628)	(1,998)	(787)	(315)	(4,965)	2,164
4	Other Income	(21)	69	71	276	351	45	73	83	271	416
5	Profit / (Loss) from ordinary activities before finance costs	(105)	290	77	620	(277)	(1,953)	(714)	(232)	(4,694)	2,580
6	Finance costs	37	14	12	77	56	72	268	168	669	517
7	Profit / (Loss) from ordinary activities before tax	(142)	276	65	543	(333)	(2,025)	(982)	(400)	(5,363)	2,063
8	Tax expense	-	-	-	-	-	(917)	72	(149)	(1,649)	1,179
9	Net Profit / (Loss) for the period	(142)	276	65	543	(333)	(1,108)	(1,054)	(251)	(3,714)	884
10	Minority interest	-	-	-	-	-	(196)	(414)	(105)	(1,211)	689
11	Net Profit / (Loss) after taxes and minority interest	(142)	276	65	543	(333)	(912)	(640)	(146)	(2,503)	195
12	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	1,524	1,524	1,524	1,524	1,524	1,524	1,524	1,524	1,524	1,524
13	Reserves (at year end excluding Revaluation Reserve)				10,497	9,954				6,430	8,620
14	Earning per Share (Rs.)										
	a) Basic	(0.93)	1.81	0.43	3.57	(2.19)	(5.98)	(4.20)	(0.96)	(16.43)	1.28
	b) Diluted	(0.93)	1.76	0.41	3.47	(2.19)	(5.98)	(4.20)	(0.96)	(16.43)	1.24
		[Not Annualised]	[Not Annualised]	[Not Annualised]			[Not Annualised]	[Not Annualised]	[Not Annualised]		

Part II : Select Information for the Quarter and Year ended March 31, 2014

A	Particulars Of Shareholding										
1	Public Shareholding										
	Number of shares	9,838,945	9,840,945	9,857,805	9,838,945	9,857,805	9,838,945	9,840,945	9,857,805	9,838,945	9,857,805
	Percentage of shareholding	64.57%	64.58%	64.69%	64.57%	64.69%	64.57%	64.58%	64.69%	64.57%	64.69%
2	Promoters and Promoter Group Shareholding										
	a Pledged / Encumbered										
	Number of shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Percentage of shares										
	(as a % of the total shareholding of the Promoter and Promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	(as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	b Non - encumbered										
	Number of shares	5,399,381	5,397,381	5,380,521	5,399,381	5,380,521	5,399,381	5,397,381	5,380,521	5,399,381	5,380,521
	Percentage of shares										
	(as a % of the total shareholding of the Promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	(as a % of the total share capital of the Company)	35.43%	35.42%	35.31%	35.43%	35.31%	35.43%	35.42%	35.31%	35.43%	35.31%

	Particulars	Quarter ended March 31, 2014
B	Investor Complaints	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

Notes:

1 Audited Statement of Assets and Liabilities as at March 31, 2014

Sl. No.	Particulars	Standalone		Consolidated	
		As at	As at	As at	As at
		31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
		Audited	Audited	Audited	Audited
A	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a) Share capital	1,524	1,524	1,524	1,524
	(b) Reserves and surplus	10,497	9,954	6,430	8,620
	Sub-total - Shareholders' funds	12,021	11,478	7,954	10,144
2	Minority interest	-	-	-	1,024
3	Non-current liabilities				
	(a) Long-term borrowings	88	89	260	325
	(b) Long-term provisions	43	46	43	46
	Sub-total - Non-current liabilities	131	135	303	371
4	Current liabilities				
	(a) Short-term borrowings	-	-	1,191	-
	(b) Trade payables	708	704	1,050	1,208
	(c) Other current liabilities	268	272	1,119	3,116
	(d) Short-term provisions	255	264	255	264
	Sub-total - Current liabilities	1,231	1,240	3,615	4,588
	TOTAL - EQUITY AND LIABILITIES	13,383	12,853	11,872	16,127
B	ASSETS				
1	Non-current assets				
	(a) Fixed assets	1,769	2,384	2,690	3,988
	(b) Goodwill on consolidation	-	-	1,249	987
	(c) Non-current investments	5,107	2,644	-	-
	(d) Long-term loans and advances	2,204	3,557	655	2,063
	(e) Deferred Tax Asset	-	-	1,666	-
	(f) Other non-current assets	71	-	71	26
	Sub-total - Non-current assets	9,151	8,585	6,331	7,064
2	Current assets				
	(a) Current investments	1,072	888	1,072	888
	(b) Trade receivables	2,344	2,358	3,266	5,582
	(c) Cash and cash equivalents	602	811	889	1,631
	(d) Short-term loans and advances	159	176	258	866
	(e) Other current assets	55	35	56	96
	Sub-total - Current assets	4,232	4,268	5,541	9,063
	TOTAL - ASSETS	13,383	12,853	11,872	16,127

Audited Consolidated Segment Information for the Quarter and Year ended March 31, 2014

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-14	31-Dec-13	31-Mar-13	31-Mar-14	31-Mar-13
1	Segment revenue					
	ITES-BPO	2,721	2,921	3,282	11,914	13,456
	Mortgage services	1,390	1,988	3,836	8,048	18,551
	Total revenue	4,111	4,909	7,118	19,962	32,007
2	Segment profit after tax					
	ITES-BPO	(36)	133	(18)	285	(1,241)
	Mortgage Services	(1,072)	(1,187)	(233)	(3,999)	2,125
	Total	(1,108)	(1,054)	(251)	(3,714)	884
3	Capital Employed					
	ITES-BPO	8,358	8,395	8,184	8,358	8,184
	Mortgage Services	(144)	819	3,309	(144)	3,309
	Total Capital Employed	8,214	9,214	11,493	8,214	11,493

1 The above audited financial results of the Company (standalone) have been reviewed by the Audit Committee at their meeting held on May 23, 2014 and approved by the Board of Directors at their meeting held on May 23, 2014. Full details of the standalone results for the year ended March 31, 2014 are available on the company's website under investors section (www.allsectech.com) and also reported to stock exchanges -- NSE & BSE.

2 The consolidated results for the year ended March 31, 2014 includes the results of the Company's subsidiaries - Allsectech Inc, USA, Allsectech Manila Inc, Philippines, Retreat Capital Management Inc., USA and Centigral Inc., USA.

3 As per Accounting Standard 17 on Segment Reporting, the Company's (consolidated operations) relates to "ITES-BPO" and "Mortgage Services" segment.

4 On February 6, 2014, the Company has made additional investment amounting to USD 500,000 in Retreat Capital Management Inc., USA, a subsidiary of the Company, thereby increasing the total investment to 77% as at the year end.

5 The statutory auditors have in their audit report for the year ended March 31, 2014 observed that "*The financial statements as at March 31, 2014 include investments in equity and preference share capital in its wholly owned subsidiary Allsectech Manila Inc., Philippines aggregating Rs. 2,586 Lakhs (March 31, 2013: Rs. 1,020 lakhs as investments and Rs 1,443 as advance towards share capital). The subsidiary's accumulated losses have fully eroded its net worth as at March 31, 2014. Management has undertaken several initiatives to improve its income from operations and establish profitable operations. The recovery of the value of such investment in the subsidiary is dependent upon the ability of the subsidiary to establish successful operations in the future and achieve sustained profitability. In view of the operational and financial position of the subsidiary as noted above, we are unable to comment on the adjustments, if any, that may be required to be made to the carrying value of such investments and advances. Our audit opinion on the financial statements for the year ended March 31, 2013 was also qualified in respect of the above matter.*"

Management has undertaken several initiatives to improve its income from operations and establish profitable operations. Management has also entered into arrangements such as subleasing of excess capacity to earn alternative sources of income. Based on these action plans, the management is confident that the subsidiary will be able to earn sufficient profit which will enable the parent Company to recoup the value of investments in the subsidiary. Based on the above, management is of the view that no provision is required to be made to the carrying value of such investments.

6 The statutory auditors have in their audit report for the year ended March 31, 2014 observed that "*The financial statements as at March 31, 2014 include investments of Rs. 1,214 lakhs (March 31, 2013: Rs. 595 lakhs) in its wholly owned subsidiary Allsectech Inc., USA and receivable balance (net) of Rs.84 lakhs (March 31, 2013: Rs.595 lakhs) from such subsidiary. The subsidiary's accumulated losses have substantially eroded its net worth as at March 31, 2014. The recovery of the value of such investment in the subsidiary is dependent upon the ability of the subsidiary to establish successful operations in the future and achieve sustained profitability. In view of the operational and financial position of the subsidiary as noted above, we are unable to comment on the adjustments, if any, that may be required to be made to the carrying value of such investments and receivables. Our audit opinion on the financial statements for the year ended March 31, 2013 was also qualified in respect of the above matter.*"

Management has undertaken several initiatives to restructure the operations of its subsidiary and establish profitable operations. The management believes that the synergy of the consolidated operations of parent and subsidiary increases the operational efficiency of the group. Considering that the investment in subsidiary is long term in nature and steps have been taken by the management for turnaround of the subsidiary, diminution in value is considered as temporary and management is of the view that no provision is required to be made to the carrying value of such investments and other receivables.

7 The cost incurred in developing MSP is being written off as the envisaged system which is on a leased platform does not have any customers nor any immediate revenue potential due to changes in the market place.

8 The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year up to March 31, 2014 and the unaudited published year-to-date figures up to December 31, 2013, being the date of the end of the third quarter of the financial year which were subjected to limited review.

9 Previous year / period figures have been regrouped / reclassified wherever necessary to confirm with current year / period figures.

For and on behalf of the Board of Directors