

NETWORK LIMITED

Quarterly Un- Audited / Consolidated Financial Results for the Quarter Ended Ended 30th Sep 2009

Amount (Rs in Lacs)

S No.	Particulars	Stand- Alone			Consolidated		
		Quarter Ended		Year Ended	Quarter Ended		Year Ended
		30.09.2009	30.09.2008	30.06.2009	30.09.2009	30.09.2008	30.06.2009
		(Un - Audited)		(Audited)	(Un - Audited)		(Audited)
1	Net Sales / Income from operation	-	61.32	207.10	14.51	61.32	236.65
2	Expenditure:						
	a. (Increase) / decrease in stock in trade	-	33.70	172.24	11.61	33.70	185.84
	b. Consumption of raw material	-	-	-	-	-	-
	c. Purchase of traded goods	-	9.36	14.95	1.61	9.36	25.17
	d. Employee Cost	3.19	13.74	64.40	8.21	13.74	65.74
	e. Depreciation / Amortization	21.57	2.74	32.24	23.41	2.74	34.07
	f. Rent	0.11	39.05	129.14	3.50	39.05	135.98
	g. Other	7.49	23.91	100.66	12.98	23.91	107.35
	Total Expenditure	32.36	122.50	513.63	61.32	122.50	554.15
3	Profit/ (Loss) from operations before other income, interest & exceptional items (1-2)	(32.36)	(61.18)	(306.53)	(46.81)	(61.18)	(317.50)
4	Other income	26.50	26.34	146.18	26.54	26.34	146.39
5	Profit/(Loss) before interest & exceptional items	(5.86)	(34.84)	(160.35)	(20.27)	(34.84)	(171.11)
6	Interest	-	4.48	18.94	-	4.48	23.62
7	Profit/(Loss) after Interest but before Exceptional items (5-6)	(5.86)	(39.32)	(179.29)	(20.27)	(39.32)	(194.73)
8	Exceptional items	-	-	83.13	-	-	83.13
9	Profit / (Loss) from Ordinary Activities before tax (1-2+4-6-8)	(5.86)	(39.32)	(262.42)	(20.27)	(39.32)	(277.86)
10	Tax expenses	-	0.40	1.15	-	0.40	1.15
11	Profit / (Loss) from Ordinary Activities after tax (9-10)	(5.86)	(39.72)	(263.57)	(20.27)	(39.72)	(279.01)
12	aid-up equity share capital (Face value of Rs.10 each)	4803.45	1858.40	4803.45	4803.45	1858.40	4803.45
13	Reserve (Excluding Revaluation Reserve)	-	-	82.32	-	-	66.59
14	Earning per share (Basic & Diluted)	-	-	-	-	-	-
15	Public Shareholding						
	Number of Equity Shares	18082157	9718557	18082157	18082157	9718557	18082157
	Percentage of Shareholding	37.64	52.30	37.64	37.64	52.30	37.64
16	Promoter and Promoter Group Share Holding						
	a) Pledged / Encumbered						
	- Number of Shares	Nil	N.A	Nil	Nil	N.A	Nil
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	Nil	N.A	Nil	Nil	N.A	Nil
	- Percentage of Shares (as a % of the total share capital of the Company)	Nil	N.A	Nil	Nil	N.A	Nil
	b) Non Encumbered						
	- Number of Shares	29952341	N.A	29952341	29952341	N.A	29952341
	- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	100%	N.A	100%	100%	N.A	100%
	- Percentage of Shares (as a % of the total share capital of the Company)	62.36	N.A	62.36	62.36	N.A	62.36

- The above financial results have been taken on record by the Board of Directors in their meeting held on 30th October, 2009.
- The Wholly Owned Subsidiary of the company Network Retail Limited has been considered for consolidation in this Financial Statement.
- The Consolidated Financial Statements have been prepared in accordance with Accounting Standard - 21 " Consolidated Financial Statements " issued by the Institute of Chartered Accountants of India and generally accepted accounting principals.
- During the period under reference, the subsidiary company was substantially engaged in retail business, which as per the scheme of arrangement is de-merged from Network Limited to Network Retail Limited w.e.f 01.04.2009 and was having only one reportable segment and therefore Segment Wise reporting as per AS - 17 issued by the Institute of Chartered Accountants of India is not relevant.
- Other income substantially includes interest on fixed deposit with Banks.
- Investor Complaints as on 01.07.2009: Nil; Received during the quarter: Nil ; disposed off during the quarter: Nil ; pending as on 30.09.2009: Nil
- The Share Allotment Committee of the Board of Directors of the company in its meeting held on 05th October , 2009 have allotted 11,14,000 equity shares of Rs 10/- at a premium of Rs 40/- each in lieu of 5,57,000 optionally convertible preference shares (OCPS) of Rs 100/- each.
- Exceptional items includes write off temporary structure, interiors and fixtures at leased premises / showrooms and shut down cost.
- Since the company has substantial amount of carried forward business losses and unabsorbed depreciation it is unlikely to have taxable income in current year and hence it is not considered necessary to create deferred tax assets in accordance with Accounting Standard 22 of ICAI.
- The financial results have been subject to limited review by the Statutory Auditors of the Company.
- Previous year figures have been regrouped / rearranged wherever considered necessary.

For NETWORK LIMITED

ASHOK SAWHNEY
CHAIRMAN

Date: 30.10.2009
Place: New Delhi