

November 14, 2014

To
The National Stock Exchange of India Limited
Mumbai

Dear Sir,

SUB: Outcome of the Board Meeting – reg.,

This is to inform you that the Board of Directors in their meeting held on November 14, 2014 *inter-alia* Considered, Approved and taken on record the Un-audited Consolidated and the Standalone Financial Results for the Quarter and half year ended 30 September 2014;

Please find enclosed said Un-audited Consolidated and the Standalone financial results for the Quarter and half year ended September 30, 2014 as per Clause 41 of the Listing Agreement together with the Limited Review Reports obtained from the Auditors.

Thanking you,

Yours faithfully
For **Northgate Com Tech Limited**



Palacharla Srinivasu
Executive Director
Encl: as above



Navitha And Associates

CHARTERED ACCOUNTANTS

16-2-740/75, Plot No. 26,
V.K. Dhage Nagar, Dilukh Nagar,
Hyderabad - 500 060.

☎ Off : 040-24060094, Cell : 09848338091

E-mail : navitha.k@gmail.com



LIMITED REVIEW REPORT


To,
The Board of Directors,
M/s. Northgate Com Tech Limited
Hyderabad.

1. We have reviewed the accompanying statements of un-audited consolidated financial results of M/s. Northgate Com Tech Limited and the subsidiaries for the quarter ended 30th September 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter Group Shareholding' and 'Number of Investor Complaints' which have been traced from disclosures made by the management but have not been reviewed by us. This statement has been prepared by the Company pursuant to clause 41 of the Listing Agreement with the Stock Exchange in India, which has been initialed by us for identification purpose. The Statement is the responsibility of the Company's Management and has been approved by the board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Financial Statements are free of Material Misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit Opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of Un-audited Consolidated Financial results for the quarter ended 30th September 2014 prepared in accordance with applicable Accounting and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of clause 41 of the listing agreement including the manner in which is to be disclosed.

For Navitha And Associates
Chartered Accountants
ICAI Firm Regn. No. 012026S



Hyderabad
Date: 14 November, 2014


Navitha K
Proprietor
M.No.221085

NORTHGATE COM TECH LIMITED
8-2-686/8/B/1, Third Floor, Gamut Square, Road No: 12, Banjara Hills, Hyderabad- 500 034
PART I : STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

Sl. No	PARTICULARS	Three months ended			Six months ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Income from operations	1,534.51	1,445.64	990.92	2,980.15	1,911.31	3,706.82
	b) Other operating income	-	-	-	-	-	-
	Total income from operations	1,534.51	1,445.64	990.92	2,980.15	1,911.31	3,706.82
2	Expenses						
	a) Operating expenses	1,447.73	1,372.52	836.64	2,820.25	1,579.59	2,589.17
	b) Employee benefits expense	89.29	85.50	72.52	174.79	139.34	317.29
	c) Depreciation and amortisation	2.70	3.60	4.22	6.30	8.11	30.08
	d) Other expenditure	234.13	94.87	51.98	329.00	305.13	1,354.81
	Total expenses	1,773.85	1,556.49	965.36	3,330.34	2,032.17	4,291.35
3	Profit/(Loss) from operations before other income, finance costs (1-2)	(239.34)	(110.85)	25.56	(350.19)	(120.86)	(584.53)
4	Other income	13.05	1.90	11.83	14.95	13.65	98.47
5	Profit/(Loss) from ordinary activities before finance costs (3 + 4)	(226.29)	(108.95)	37.39	(335.24)	(107.21)	(486.06)
6	Finance costs	33.36	32.16	41.53	65.52	82.73	138.76
7	Profit/(Loss) from ordinary activities after finance costs (5 - 6)	(259.65)	(141.11)	(4.14)	(400.76)	(189.94)	(624.82)
8	Exceptional items	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	(259.65)	(141.11)	(4.14)	(400.76)	(189.94)	(624.82)
10	Tax expense	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9 - 10)	(259.65)	(141.11)	(4.14)	(400.76)	(189.94)	(624.82)
12	Extra-ordinary items	-	-	-	-	-	5.21
13	Net Profit/(Loss) for the year (11 - 12)	(259.65)	(141.11)	(4.14)	(400.76)	(189.94)	(630.03)
14	Paid - up equity share capital face value Rs 10/- each	4,901.86	4,901.86	4,901.86	4,901.86	4,901.86	4,901.86
15	Reserves (excluding revaluation reserve and debenture redemption reserve)	-	-	-	-	-	(4,737.92)
16	Earnings per share for the period (in Rupees) per Rs. 10/- share						
	a) Before Extra-ordinary items						
	- Basic	(0.53)	(0.29)	(0.01)	(0.82)	(0.39)	(1.29)
	- Diluted	(0.53)	(0.29)	(0.01)	(0.82)	(0.39)	(1.29)
	b) After Extra-ordinary items						
	- Basic	(0.53)	(0.29)	(0.01)	(0.82)	(0.39)	(1.29)
	- Diluted	(0.53)	(0.29)	(0.01)	(0.82)	(0.39)	(1.29)

PART II : SELECTED INFORMATION FOR THE QUATER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

Sl. No	PARTICULARS	Three months ended			Six months ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Public share holding						
	-Number of shares (Face value Rs 10/- each)	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474
	-Percentage of share holding	78.31	78.31	78.31	78.31	78.31	78.31
2	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of shares	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	21.69	21.69	21.69	21.69	21.69	21.69



B INVESTOR COMPLAINTS

Particulars	Three months ended 30 September 2014
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

Statement of Assets and Liabilities

(Figures ₹ in lakhs)

Sl. No.	Particulars	As at	As at
		30.09.2014	31.03.2014
		Unaudited	Unaudited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Share capital		
	Reserves and surplus	4,901.86	4,901.86
	Sub-total Shareholder' funds	(5,119.29)	(4,737.92)
2	Non-current liabilities	(217.43)	163.94
	Long term provisions	6.28	6.16
	Sub-total Non Current liabilities	6.28	6.16
3	Current liabilities		
	Short-term borrowing	1,023.07	971.70
	Trade payables	2,219.91	1,234.20
	Other current liabilities	341.17	302.32
	Short term provisions	207.40	207.51
	Sub-total Current liabilities	3,791.55	2,715.73
	Total Equity and liabilities	3,580.40	2,885.83
B	ASSETS		
1	Non current assets		
	Fixed assets		
	- Tangible assets	30.05	36.50
	Long term loans and advances	439.59	441.60
	Sub-total Non Current assets	469.64	478.10
2	Current assets		
	Trade receivables	2,064.91	1,403.99
	Cash and bank balances	21.91	39.67
	Short term loan and advances	1,023.94	964.07
	Sub-total Current assets	3,110.76	2,407.73
	Total Assets	3,580.40	2,885.83

Notes

- The unaudited consolidated financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 14 November 2014. The Statutory Auditors have carried out a Limited Review of the financial results for the quarter and six months ended 30 September 2014.
- The primary business segment of the Company is "online advertising". As the Company operates in a single business segment, separate segment disclosure under Clause 41 of the Listing agreement is not relevant.
- Previous periods figures have been regrouped and rearranged wherever necessary.

Place : Hyderabad
Date : 14 November 2014

For and on behalf of the Board
For Northgate Com Tech Limited

P. Srinivasu
P. Srinivasu
Executive Director



Navitha And Associates

CHARTERED ACCOUNTANTS

16-2-740/75, Plot No. 26,
V.K. Dhage Nagar, Dilshuknagar,
Hyderabad - 500 060.

☎ Off : 040-24060094, Cell : 09848338091

E-mail : navitha.k@gmail.com



LIMITED REVIEW REPORT

To,
The Board of Directors,
M/s. Northgate Com Tech Limited
Hyderabad.

1. We have reviewed the accompanying statements of un-audited standalone financial results of M/s. Northgate Com Tech Limited for the quarter ended 30th September 2014, except for the disclosures regarding 'Public Shareholding' and 'Promoter Group Shareholding' and 'Number of Investor Complaints' which have been traced from disclosures made by the management but have not been reviewed by us. This statement has been prepared by the Company pursuant to clause 41 of the Listing Agreement with the Stock Exchange in India, which has been initialed by us for identification purpose. The Statement is the responsibility of the Company's Management and has been approved by the board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Financial Statements are free of Material Misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit Opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of Un-audited Standalone Financial results for the quarter ended 30th September 2014 prepared in accordance with applicable Accounting and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of clause 41 of the listing agreement including the manner in which is to be disclosed.

Hyderabad
Date: 14 September, 2014

For Navitha And Associates
Chartered Accountants
ICAI Firm Regn. No. 0120265



Navitha
Navitha K
Proprietor
M.No.221085

NORTHGATE COM TECH LIMITED

8-2-686/8/B/1, Third Floor, Gamut Square, Road No. 12, Banjara Hills, Hyderabad- 500 034

PART I : STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

Sl. No	PARTICULARS	Three months ended			Six months ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Income from operations	85.77	97.56	122.79	184.33	420.90	623.57
	b) Other operating income	-	-	-	-	-	-
	Total income from operations	86.77	97.56	122.79	184.33	420.90	623.57
2	Expenses						
	(a) Operating expenses	27.43	38.66	58.30	66.09	295.77	381.32
	(b) Employee benefits expense	40.77	38.24	46.91	79.01	90.73	176.10
	(c) Depreciation expense	1.20	1.15	0.84	2.35	1.58	3.90
	Total expenses	69.40	78.05	106.05	147.45	388.08	561.32
3	Profit/(Loss) from operations before other income, finance costs (1-2)	17.37	19.51	16.74	36.88	32.82	62.25
4	Other income	3.39	0.01	12.00	3.40	12.00	12.32
5	Profit/(Loss) from ordinary activities before finance costs (3 + 4)	20.76	19.52	28.74	40.28	44.82	74.57
6	Finance costs	15.90	16.07	18.76	31.97	39.29	75.40
7	Profit/(Loss) from ordinary activities after finance costs (5 - 6)	4.86	3.45	9.98	8.31	5.53	(0.83)
8	Exceptional items	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	4.86	3.45	9.98	8.31	5.53	(0.83)
10	Tax expense	-	-	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9 - 10)	4.86	3.45	9.98	8.31	5.53	(0.83)
12	Extra-ordinary items	-	-	-	-	-	-
13	Net profit/(loss) for the year (11 - 12)	4.86	3.45	9.98	8.31	5.53	(0.83)
14	Paid - up equity share capital face value Rs 10/- each	4,901.86	4,901.86	4,901.86	4,901.86	4,901.86	4,901.86
15	Reserves (excluding revaluation reserve and debenture redemption reserve)	-	-	-	-	-	(5,403.04)
16	Earnings per share for the period (in Rupees) per Rs 10/- share						
	a) Before Extra-ordinary items						
	- Basic	0.01	0.01	0.02	0.02	0.01	(0.002)
	- Diluted	0.01	0.01	0.02	0.02	0.01	(0.002)
	b) After Extra-ordinary items						
	- Basic	0.01	0.01	0.02	0.02	0.01	(0.002)
	- Diluted	0.01	0.01	0.02	0.02	0.01	(0.002)

PART II : SELECTED INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2014

A PARTICULARS OF SHAREHOLDING

Sl. No	PARTICULARS	Three months ended			Six months ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Public share holding						
	-Number of shares (Face value Rs 10/- each)	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474	3,83,88,474
	-Percentage of share holding	78.31	78.31	78.31	78.31	78.31	78.31
2	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
	b) Non-encumbered						
	- Number of shares	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116	1,06,30,116
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	21.69	21.69	21.69	21.69	21.69	21.69

B INVESTOR COMPLAINTS

Particulars	Three months ended 30 September 2014
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil



Segment reporting:

Sl. No	Particulars	Three months ended			Six months ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
	a. IT / IT Enabled services	86.77	97.56	92.33	184.33	184.35	378.99
	b. Online Advertising	-	-	30.46	-	236.55	244.58
	Total	86.77	97.56	122.79	184.33	420.90	623.57
	Less: Inter Segment Revenues	-	-	-	-	-	-
	Net Revenues	86.77	97.56	122.79	184.33	420.90	623.57
2	Segment Results						
	(Profit/(Loss) before tax and interest from each segment)						
	a. IT / IT Enabled services	17.36	19.52	26.45	36.88	40.59	90.07
	b. Online Advertising	-	-	2.29	-	4.23	(5.25)
	Total	17.36	19.52	28.74	36.88	44.82	84.82
	Less:						
	i. Interest	15.90	16.07	18.76	31.97	39.29	75.40
	ii. Other un-allocable expenditure net of un-allocable income	(3.40)	-	-	(3.40)	-	(10.25)
	Operating Profit before Tax	4.86	3.45	9.98	8.31	5.53	(0.83)
3	Capital Employed						
	(Segment assets - Segment liabilities)						
	a. IT / IT Enabled services	(494.62)	(356.89)	(323.57)	(494.62)	(323.57)	(391.36)
	b. Online Advertising	-	(142.59)	(171.25)	-	(171.25)	(109.83)
	Un-allocable Capital Employed	-	-	-	-	-	-
	Total Capital Employed	(494.62)	(499.48)	(494.82)	(494.62)	(494.82)	(501.19)

Statement of Assets and Liabilities

(Figures ₹ in lakhs)

Sl. No	Particulars	As at	
		30.09.2014	31.03.2014
		Unaudited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	Share capital	4,901.86	4,901.86
	Reserves and surplus	(5,396.48)	(5,403.05)
	Sub-total Shareholder' funds	(494.62)	(501.19)
2	Non-current liabilities		
	Long-term provision	4.11	4.56
	Long-term borrowing	876.75	899.83
	Sub-total Non current liabilities	880.86	904.19
3	Current liabilities		
	Trade payables	128.28	126.29
	Other current liabilities	131.77	52.88
	Short term provisions	0.38	0.12
	Sub-total Current liabilities	260.43	179.29
	Total Equity and liabilities	646.67	582.29
B	ASSETS		
1	Non current assets		
	Fixed assets		
	- Tangible assets	16.86	19.35
	- Intangible assets	-	-
	Deferred tax assets (net)	510.99	510.99
	Long term loans and advances	13.31	16.02
	Sub-total Non Current assets	541.16	546.36
2	Current assets		
	Trade receivables	90.97	18.00
	Cash and bank balances	0.63	11.00
	Short term loan and advances	13.91	6.93
	Sub-total Current assets	105.51	35.93
	Total Assets	646.67	582.29

Notes

1 The above standalone unaudited financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 14 November 2014. The Statutory Auditors have carried out a Limited Review of the financial results for the quarter and six months ended 30 September, 2014.

2 Previous periods figures have been regrouped and rearranged wherever necessary

For and on behalf of the Board
For Northgate Com Tech Limited

P. Srinivasu
P. Srinivasu
Executive Director



Place Hyderabad
Date 14 November 2014