



KALYANI

BHARAT FORGE LIMITED  
Regd. Office : Mundhwa, Pune 411 036.

BHARAT FORGE

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR  
ENDED 30 TH SEPTEMBER, 2009

(Rs.in Lacs)

Sr. No.	Particulars	Quarter ended		Half year ended		Year ended 31st March, 2009 (Audited)
		30th September, 2009 (Unaudited)	30th September, 2008 (Unaudited)	30th September, 2009 (Unaudited)	30th September, 2008 (Unaudited)	
1	a) Sales & Income from Operations					
	- Domestic	29,247	35,474	51,749	72,012	111,293
	- F.O.B. value of Exports & Corresponding Income	14,874	34,031	29,141	63,782	100,141
	Total Sales	44,121	69,505	80,890	135,794	211,434
	Less : Excise Duty	2,112	4,058	3,723	8,368	12,023
	Total Net Sales	42,009	65,447	77,167	127,426	199,411
	b) Other Operating income	749	2,109	1,455	3,866	6,344
	Total Net Sales/Income from Operations	42,758	67,556	78,622	131,292	205,755
2	Total expenditure :					
	a) (Increase) / Decrease in stock in trade	(1,477)	(3,306)	(237)	(3,804)	(3,307)
	b) Consumption of raw materials	20,329	35,408	35,352	65,539	101,355
	c) Employee Cost	3,567	3,826	7,160	7,659	13,916
	d) Depreciation	4,084	3,888	7,925	7,662	14,944
	e) Manufacturing Expenses	6,733	11,010	12,258	21,237	33,770
	f) Others	3,363	4,846	6,357	9,293	15,525
	Total expenditure	36,599	55,672	68,815	107,586	176,203
3	Profit from Operations before other Income, Interest and Exceptional Item	6,159	11,884	9,807	23,706	29,552
4	Other Income	597	1,022	1,115	2,231	4,880
5	Profit from Operations before Interest and Exceptional Item	6,756	12,906	10,922	25,937	34,432
6	Interest	2,456	2,356	4,991	4,310	10,037
7	Profit after interest but before Exceptional item	4,300	10,550	5,931	21,627	24,395
8	Exceptional item					
	-Exchange Gain / (Loss) ( See Note 2)	(297)	(8,751)	(1,783)	(15,685)	(8,628)
9	Profit from ordinary activities before Tax	4,003	1,799	4,148	5,942	15,767
10	Tax Expenses	1,320	674	1,369	2,161	5,438
11	Net Profit from ordinary activities after Tax	2,683	1,125	2,779	3,781	10,329
12	Extraordinary item ( net of tax expenses )	-	-	-	-	-
13	Net Profit for the period / year	2,683	1,125	2,779	3,781	10,329
14	Paid-up Equity Share Capital (Face Value Rs.2/-)	4,454	4,454	4,454	4,454	4,454
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year					144,239
16	a) Basic Earning per share of Rs 2/- before and after Extraordinary item	1.21	0.49	1.25	1.68	4.51
	b) Diluted Earning per share of Rs 2/- before and after Extraordinary item ( See Note 3)	1.21	0.49	1.25	1.68	4.51
17	Total Public Shareholding					
	- No of Shares	124,734,166	132,190,114	124,734,166	132,190,114	124,734,166
	- Percentage of shareholding	56.03%	59.37%	56.03%	59.37%	56.03%
18	Promoters and promoter group Shareholding					
	a) Pledged / Encumbered					
	- No of Shares	0.00	N.A.	0.00	N.A.	0.00
	- Percentage of shares ( as a % of the total shareholding of promoter and promoter group)	0.00	N.A.	0.00	N.A.	0.00
	- Percentage of shares ( as a % of the total share capital of the company)	0.00	N.A.	0.00	N.A.	0.00
	b) Non-encumbered					
	- No of shares	97,908,905	N.A.	97,908,905	N.A.	97,908,905
	- Percentage of shares ( as a % of the total shareholding of promoter and promoter group)	100.00%	N.A.	100.00%	N.A.	100.00%
	- Percentage of shares ( as a % of the total share capital of the company)	43.97%	N.A.	43.97%	N.A.	43.97%



KALYANI

BHARAT FORGE LIMITED  
Regd. Office : Mundhwa, Pune 411 036.

**BHARAT FORGE**

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR  
ENDED 30 TH SEPTEMBER, 2009

Notes to financial results:

- 1 The above results have been reviewed by the Audit Committee, approved by the Board of Directors of the Company at its meeting held on October 23, 2009 and were subjected to a "Limited Review" by the Auditors.
- 2 The Accounting Standard (AS-11) "The effects of changes in Foreign Exchange Rates" prescribed by Companies (Accounting Standards) Amendment Rules, 2006 was amended on 31st March 2009, by the Ministry of Corporate Affairs. The said amendment offered an option to Companies to recognise Foreign Exchange Gains and Losses arising on translation of all long term monetary assets and liabilities ( LTMAL) acquired upto 31st March 2009 retrospectively from accounting periods commencing after 7th December 2006 (i.e. 1st April 2007 for the Company) upto 31st March 2011 as capital cost of acquisition of assets where they relate to acquisition of assets or to a translation reserve in other cases to be amortised over the balance term of the LTMAL but not later than 31st March, 2011. The Company had exercised this option in the previous year and accordingly Rs.159 lacs has been amortised for the quarter and Rs.275 Lacs for year to date respectively in the above results which together with the gains and losses on short term monetary items and foreign exchange derivative instruments amounting to Rs.138 lacs for the quarter and Rs.1,508 lacs Year to date has been reflected as "Exceptional item". The Balance in the translation reserve aggregating Rs.478 lacs as at 30th September 2009 will be amortised appropriately over the remaining 6 quarters, subject to adjustments for further fluctuations, and exchange loss of Rs.260 lacs for the quarter and exchange gain of Rs.5,071 lacs for year to date on translation of foreign currency liabilities relating to Fixed Assets has been adjusted to the cost of Assets. Hence the amount relating to the corresponding periods are not comparable.
- 3 Company had issued 0.5% Foreign Currency Convertible Bonds ( FCCB) due 2010 in two Tranches ( Tranche 1 & 2) aggregating USD 600 lacs each, convertible at an initial price of Rs.336.11 and Rs. 384.12 per share of Rs.2/- each, respectively and also issued Zero Coupon Foreign Currency Convertible Bonds ( FCCB) in two tranches (Viz. Tranche A and Tranche B) amounting to USD 400 lacs and USD 399 Lacs due 2012 and 2013 respectively optionally convertible at an initial price of Rs.604.03 and Rs.690.32 per share of Rs.2/- each respectively. Since the Fair value (i.e. preceding 6 months average of market price) of the Company's Equity shares is less than the Floor price in respect of all the Tranches of the Bonds , the option embedded in the said Bonds to subscribe to Equity shares is, at present, antilutitive.
- 4 During the quarter, no Investor complaint was received. There were no Investor complaints pending for redressal as at the commencement and end of the quarter.
- 5 Previous year/ period's figures are regrouped/ restated wherever necessary to make them comparable with those of the current period.

For Bharat Forge Limited

Pune  
Dated : October 23, 2009

(B. N. KALYANI)  
CHAIRMAN & MANAGING DIRECTOR



BHARAT FORGE LIMITED  
Regd. Office : Mundhwa, Pune 411 036

BHARAT FORGE

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2009  
Rs.in Lacs

Sr. No.	Particulars	Quarter ended		Six Months ended		Year ended
		30th Sept 2009 Unaudited	30th Sept 2008 Unaudited	30th Sept 2009 Unaudited	30th Sept 2008 Unaudited	31st March, 2009 Audited
1	Segment Revenue					
a	Steel Forging	42,664	67,367	78,431	130,991	205,112
b	Gen.Engg.,Trading etc.	234	297	467	494	1,168
	Total	42,898	67,664	78,898	131,485	206,280
	Less: Inter Segment Revenue	140	108	276	211	568
	Net Sales/Income from Operations	42,758	67,556	78,622	131,274	205,712
2	Segment Results Profit/(Loss) (before tax and interest from each segment)					
a	Steel Forging	8,797	14,496	14,762	29,096	39,262
b	Gen.Engg.,Trading etc.	101	47	148	48	254
	Total	8,898	14,543	14,910	29,144	39,516
	Less:					
1	Interest	2,456	2,356	4,991	4,310	10,037
2	Other un-allocable expenditure net of un-allocable income	2,142	1,637	3,988	3,207	5,084
	Profit before Tax & Exceptional item	4,300	10,550	5,931	21,627	24,395
	Exceptional items					
	-Exchange Gain / (Loss)	(297)	(8,751)	(1,783)	(15,685)	(8,628)
	Profit before Tax	4,003	1,799	4,148	5,942	15,767
3	Capital Employed (Segment assets - Segment Liabilities)					
a	Steel Forging	232,857	208,703	232,857	208,703	236,219
b	Gen.Engg.,Trading etc.	2,749	1,321	2,749	1,321	1,841
c	Unallocable Assets less Liabilities					
	-Investments in Foreign Operations	44,597	31,497	44,597	31,497	36,720
	-Unutilised Fund raised, temporarily deployed	61,956	34,356	61,956	34,356	33,833
	-others	38,810	37,476	38,810	37,476	37,033
	Total	380,969	313,353	380,969	313,353	345,646
4	Secondary information in respect of Geographical segment on the basis of location of customers					
a	Domestic	27,884	33,525	49,481	67,510	105,614
b	Exports	14,874	34,031	29,141	63,782	100,141

The Company has identified its business segments as its primary reporting format which comprises of Forgings and General Engineering. The main segment is Forgings. All products made by the Company essentially emanate from forgings and therefore it is reported as an independent business segment. General Engineering is a fabrication unit which constitute a miniscule portion of the Company's activities.

The Company on a stand alone basis operates through a single geographical segment where all assets are located in India. Secondary segment disclosures have been made accordingly.

For BHARAT FORGE LIMITED

Pune  
Dated : October 23,2009

(B. N. KALYANI)  
CHAIRMAN & MANAGING DIRECTOR