



KALYANI

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

**BHARAT FORGE**

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER  
ENDED 31st DECEMBER, 2009

(Rs. in Lacs)

Sr. No.	Particulars	Quarter ended		Nine months ended		Year ended 31st March, 2009 (Audited)
		31st December, 2009 (Unaudited)	31st December, 2008 (Unaudited)	31st December, 2009 (Unaudited)	31st December, 2008 (Unaudited)	
1	a) Sales & Income from Operations					
	- Domestic	31,861	21,500	83,610	93,512	111,293
	- F.O.B. value of Exports & Corresponding Income	19,982	24,436	49,123	88,218	100,141
	Total Sales	51,843	45,936	132,733	181,730	211,434
	Less : Excise Duty	2,258	2,292	5,981	10,660	12,023
	Total Net Sales	49,585	43,644	126,752	171,070	199,411
	b) Other Operating income	1,196	1,661	2,651	5,527	6,344
	Total Net Sales/Income from Operations	50,781	45,305	129,403	176,597	205,755
2	Total expenditure :					
	a) (Increase) / Decrease in stock in trade	(187)	(236)	(424)	(4,040)	(3,307)
	b) Consumption of raw materials	22,712	21,501	58,064	87,040	101,355
	c) Employee Cost	3,729	3,580	10,889	11,239	13,916
	d) Depreciation	4,091	4,190	12,016	11,852	14,944
	e) Manufacturing Expenses	8,930	8,020	21,188	29,257	33,770
	f) Others	3,689	3,582	10,046	12,875	15,525
	Total expenditure	42,964	40,637	111,779	148,223	176,203
3	Profit from Operations before other Income, Interest and Exceptional Item	7,817	4,668	17,624	28,374	29,552
4	Other Income	915	1,123	2,030	3,354	4,880
5	Profit from Operations before Interest and Exceptional Item	8,732	5,791	19,654	31,728	34,432
6	Interest	2,675	2,779	7,666	7,089	10,037
7	Profit after interest but before Exceptional item	6,057	3,012	11,988	24,639	24,395
8	Exceptional item :					
	-Exchange Gain / (Loss) ( See Note 2)	(293)	(2,821)	(2,076)	(18,506)	(8,628)
9	Profit from ordinary activities before Tax	5,764	191	9,912	6,133	15,767
10	Tax Expenses	1,965	(244)	3,334	1,917	5,438
11	Net Profit from ordinary activities after Tax	3,799	435	6,578	4,216	10,329
12	Extraordinary item ( net of tax expenses )	-	-	-	-	-
13	Net Profit for the period / year	3,799	435	6,578	4,216	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	1.70	0.20	2.95	1.88	4.51
	b) Diluted Earning per share of Rs 2/- before and after Extraordinary item ( See Note 3)	1.70	0.20	2.95	1.88	4.51
17	Total Public Shareholding					
	- No of Shares	124,910,306	125,017,089	124,910,306	125,017,089	124,734,166
	- Percentage of shareholding	56.11%	56.15%	56.11%	56.15%	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	97,732,765	N.A.	97,732,765	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)	43.89%	N.A.	43.89%	N.A.	43.97%



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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER  
ENDED 31st DECEMBER, 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 January 23 2010 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 a gain of Rs.461 lacs for the quarter and Rs.186 Lacs for year to date respectively has been amortised in the above results which together with the gains and losses on short term monetary items and foreign exchange derivative instruments amounting to Rs.754 lacs for the quarter and Rs.2,262 lacs Year to date has been reflected as "Exceptional item". The Balance in the translation reserve aggregating Rs.34 lacs as at 31st December 2009 will be amortised appropriately over the remaining 5 quarters, subject to adjustments for further fluctuations. Exchange gain of Rs.2,896 lacs for the quarter and of Rs.7,967 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, antilulative.
- 4 Company commissioned its new fully integrated Ring Rolling Facility at its Centre for Advanced Manufacturing, Baramati on January 4, 2010.
- 5 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.
- 6 Previous year/ period's figures are regrouped/ restated wherever necessary to make them comparable with those of the current period.

For Bharat Forge Limited

Baramati  
Dated : January 23, 2010

(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 ENDED 31ST DECEMBER 2009

Sr. No.	Particulars	Rs.in Lacs				
		Quarter ended		Nine Months ended		Year ended
		31st Dec 2009 Unaudited	31st Dec 2008 Unaudited	31st Dec 2009 Unaudited	31st Dec 2008 Unaudited	31st March, 2009 Audited
1	<b>Segment Revenue</b>					
a	Steel Forging	50,618	45,201	129,049	176,192	205,112
b	Gen.Engg.,Trading etc.	276	264	743	758	1,168
	<b>Total</b>	<b>50,894</b>	<b>45,465</b>	<b>129,792</b>	<b>176,950</b>	<b>206,280</b>
	Less: Inter Segment Revenue	113	160	389	371	568
	<b>Net Sales/Income from Operations</b>	<b>50,781</b>	<b>45,305</b>	<b>129,403</b>	<b>176,579</b>	<b>205,712</b>
2	<b>Segment Results</b>					
	<b>Profit/(Loss) (before tax and interest from each segment)</b>					
a	Steel Forging	10,149	7,004	24,911	36,100	39,262
b	Gen.Engg.,Trading etc.	69	21	217	69	254
	<b>Total</b>	<b>10,218</b>	<b>7,025</b>	<b>25,128</b>	<b>36,169</b>	<b>39,516</b>
	Less:					
1	Interest	2,675	2,779	7,666	7,089	10,037
2	Other un-allocable expenditure net of un-allocable income	1,486	1,234	5,474	4,441	5,084
	<b>Profit before Tax &amp; Exceptional item</b>	<b>6,057</b>	<b>3,012</b>	<b>11,988</b>	<b>24,639</b>	<b>24,395</b>
	Exceptional items					
	-Exchange Gain / (Loss)	(293)	(2,821)	(2,076)	(18,506)	(8,628)
	<b>Profit before Tax</b>	<b>5,764</b>	<b>191</b>	<b>9,912</b>	<b>6,133</b>	<b>15,767</b>
3	<b>Capital Employed (Segment assets - Segment Liabilities)</b>					
a	Steel Forging	231,327	219,484	231,327	219,484	236,219
b	Gen.Engg.,Trading etc.	3,306	1,629	3,306	1,629	1,841
c	Unallocable Assets less Liabilities					
	-Investments in Foreign Operations	44,834	31,904	44,834	31,904	36,720
	-Unutilised Fund raised, temporarily deployed	60,729	28,219	60,729	28,219	33,833
	-others	37,616	39,672	37,616	39,672	37,033
	<b>Total</b>	<b>377,812</b>	<b>320,908</b>	<b>377,812</b>	<b>320,908</b>	<b>345,646</b>
4	<b>Secondary information in respect of Geographical segment on the basis of location of customers</b>					
a	Domestic	30,799	20,869	80,280	88,379	105,614
b	Exports	19,982	24,436	49,123	88,218	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

Baramati  
Dated : January 23,2010

CHAIRMAN & MANAGING DIRECTOR

# BHARAT FORGE

Information in addition to Listing requirements:

Key unaudited combined financial parameters for Bharat Forge Limited and its wholly owned global subsidiaries (other than China operations) for the quarter ended 31st December 2009 are as follows:

(Rs. Lacs)

Particulars	Quarter ended	
	31.12.2009	31.12.2008
Total Income	82,250	97,423
Profit before tax & exceptional items	4,545	1,034
Exchange loss	(83)	(4,002)
Restructuring & redundancy cost	(2,731)	(669)
Profit after tax	2,523	(3,656)

1. The above does not include financial information of FAW Bharat Forge (Changchun) Company Limited - Company's Joint Venture in China.
2. The Company is in process of restructuring and rightsizing the operations of its wholly owned overseas subsidiaries. As a part of such restructuring program, operations and assets of one of the wholly owned indirect subsidiaries of the Company namely Bharat Forge Scottish Stampings Limited are being transferred to the other companies in Bharat Forge Group.
3. The above additional information was noted by the Board of Directors of the Company at its meeting held on January 23, 2010.