

BHARAT HEAVY ELECTRICALS LIMITED
UNAUDITED FINANCIAL RESULTS (After Limited review)
FOR THE THREE MONTHS ENDED 30TH SEPTEMBER 2005

RS./Millions

| SL. NO. | PARTICULARS | 3 Months Ended 30.09.2005 | Corresponding 3 Months in the previous year ended 30.09.2004 | Year to date figures for current period ended 30.09.2005 | Year to date figures for the previous year ended 30.09.2004 | Previous Accounting year ending 31.3.2005 (Audited) |
|---------|--|---------------------------|--|--|---|---|
| (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| 1. | Net Sales / Income from Operations | 27877 | 19137 | 49021 | 31893 | 105334 |
| 2 | Value of production (Net of Excise duty) | 28520 | 21372 | 48555 | 33601 | 100309 |
| 3 | Other Income | 1057 | 935 | 1987 | 1721 | 4862 |
| 4 | Total Expenditure | 24187 | 16913 | 43616 | 29272 | 91197 |
| a) | (Increase)/decrease in stock-in-trade | -3418 | -4079 | -4086 | -4603 | -5398 |
| b) | Consumption of raw materials | 16837 | 11986 | 28245 | 18031 | 55519 |
| c) | Staff Cost | 4661 | 4073 | 8775 | 7831 | 16505 |
| d) | Excise Duty | 2774 | 1844 | 4552 | 2895 | 10423 |
| e) | Other expenditure | 3334 | 3089 | 6130 | 5118 | 14148 |
| 5 | Interest | 133 | 172 | 256 | 296 | 814 |
| 6 | Gross Profit (+) / Loss(-) after interest but before depreciation, DRE & taxation(1+3-4-5) | 4613 | 2987 | 7136 | 4046 | 18185 |
| 7 | Depreciation | 624 | 516 | 1200 | 1026 | 2189 |
| 8 | Profit (+) / Loss (-) Before DRE and Tax (6-7) | 3989 | 2471 | 5936 | 3020 | 15996 |
| 9 | Deferred Revenue Expenditure written off | | 1 | | 180 | 180 |
| 10 | Profit (+) / Loss (-) Before Tax (8-9) | 3989 | 2470 | 5936 | 2840 | 15816 |
| 11 | Provision for Taxation (including deferred tax & prior period) | 1388 | 888 | 2056 | 1023 | 6282 |
| 12 | Net Profit (+) /Loss (-) (10-11) | 2601 | 1582 | 3880 | 1817 | 9534 |
| 13 | Paid-up Equity Share Capital (Face Value per Share (Rs.)) | 2448 (10) | 2448 (10) | 2448 (10) | 2448 (10) | 2448 (10) |
| 14 | Reserves excluding revaluation reserves | | | | | 57821 |
| 15 | Earnings per Share (not annualised) (Rs.) | 10.63 | 6.47 | 15.85 | 7.42 | 38.95 |
| 16 | Aggregate of non-promoter shareholding | | | | | |
| | No. of Shares | 79003500 | 79003250 | 79003500 | 79003250 | 79003700 |
| | Percentage of shareholding | 32.28% | 32.28% | 32.28% | 32.28% | 32.28% |

The figures have been regrouped ,wherever necessary.

Notes:-

1 Segment information is given in the annexure hereto.

2 Details of Investor Complaints:

| | Pending as on 01.07.2005 | Received during the quarter | Resolved during the quarter | Pending as on 30.9.2005 |
|--|--------------------------|-----------------------------|-----------------------------|-------------------------|
|--|--------------------------|-----------------------------|-----------------------------|-------------------------|

| | | | | |
|--|-----|----|----|-----|
| | Nil | 32 | 32 | Nil |
|--|-----|----|----|-----|

3 The company has an outstanding order book position of about Rs. 322000 millions at the end of Quarter II .

4 The above results were taken on record by the Board of Directors in their meeting held on 28th October, 2005.

5 The above results have been reviewed by the Auditors as per clause 41 of the listing agreement.

For Bharat Heavy Electricals Limited

sd/-
(Ashok K. Puri)
Chairman & Managing Director

Place : New Delhi
Dated : 28.10.05

Annexure

Segmentwise Revenue, Results and Capital Employed :

| | 3 Months Ended 30.09.2005 | Corresponding 3 Months in the Previous year 30.09.2004 | Year to date figures for Current Period 30.09.2005 | Year to date figures for the previous year ended 30.09.2004 | Rs./Millions Previous Accounting year ended <u>(Audited)</u> 31.3.2005 |
|---|---|--|---|---|---|
| 1 | <u>Segment Revenue</u> | | | | |
| A. Power | 21080 | 12948 | 37167 | 22063 | 75039 |
| B. Industry | 7713 | 6749 | 13487 | 11017 | 33470 |
| Total | 28793 | 19697 | 50654 | 33080 | 108509 |
| Inter segmental revenue | 916 | 560 | 1633 | 1187 | 3175 |
| Net Sales / Income from operations | 27877 | 19137 | 49021 | 31893 | 105334 |
| 2 | <u>Segment Results (Profit(+)/ Loss (-) before tax and interest.</u> | | | | |
| A. Power | 4221 | 2640 | 6383 | 3807 | 16081 |
| B. Industry | 1147 | 896 | 1587 | 931 | 3862 |
| Total | 5368 | 3536 | 7970 | 4738 | 19943 |
| Less Interest | 133 | 172 | 256 | 297 | 814 |
| Other un-allocable expenditure net of income | 1246 | 893 | 1778 | 1421 | 3133 |
| Deferred Revenue Expenditure | | 1 | | 180 | 180 |
| Total Profit before Tax | 3989 | 2470 | 5936 | 2840 | 15816 |
| 3 | <u>Capital Employed</u> | | | | |
| (Segment Assets - Segment Liabilities) | | | | | |
| A. Power | | | 15234 | 7075 | 12852 |
| B. Industry | | | 15010 | 14055 | 12468 |
| Capital Employed (including unallocable common) | | | 61086 | 51926 | 45574 |

The figures have been regrouped ,wherever necessary.