



BHARAT HEAVY ELECTRICALS LIMITED

UNAUDITED FINANCIAL RESULTS (After Limited Review)
FOR THE THREE MONTHS ENDED 31st DECEMBER 2006

Rs./Millions

| SL. NO. | PARTICULARS | 3 Months Ended 31.12.2006 | Corresponding 3 Months in the previous year ended 31.12.2005 | Year to date figures for current period ended 31.12.2006 | Year to date figures for the previous year ended 31.12.2005 | Previous Accounting year ending 31.3.2006 (Audited) |
|---------|--|------------------------------|--|--|---|---|
| (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| 1 | Sales / Income from Operations | 47099 | 36146 | 112625 | 85167 | 145873 |
| | Less:Excise Duty/Service tax | 3702 | 3202 | 9447 | 8074 | 13591 |
| 2 | Net Sales/Income from Operations | 43397 | 32944 | 103178 | 77093 | 132282 |
| 3 | Value of production (Net of Excise duty) | 44440 | 33654 | 107376 | 82209 | 136753 |
| 4 | Other Income | 1855 | 1187 | 4755 | 3175 | 5308 |
| 5 | Total Expenditure | 34105 | 26915 | 86141 | 65660 | 108900 |
| a) | (Increase)/decrease in stock-in-trade | -1235 | -387 | -4197 | -4473 | -3860 |
| b) | Consumption of raw materials | 25845 | 19328 | 62828 | 47573 | 77570 |
| c) | Staff Cost | 5105 | 4527 | 15474 | 13302 | 18786 |
| d) | Other expenditure | 4390 | 3447 | 12036 | 9258 | 16404 |
| 6 | Interest | 120 | 136 | 387 | 392 | 587 |
| 7 | Gross Profit (+) / Loss(-) after interest but before depreciation & taxation(2+4-5-6) | 11027 | 7080 | 21405 | 14216 | 28103 |
| 8 | Depreciation | 662 | 620 | 1967 | 1819 | 2459 |
| 9 | Profit (+) / Loss (-) Before Tax (7-8) | 10365 | 6460 | 19438 | 12397 | 25644 |
| 10 | Provision for Taxation (including deferred tax , prior period tax and Fringe Benefit Tax) | 3688 | 2228 | 6795 | 4285 | 8852 |
| 11 | Net Profit (+) /Loss (-) (9-10) | 6677 | 4232 | 12643 | 8112 | 16792 |
| 12 | Paid-up Equity Share Capital (Face Value per Share (Rs.)) | 2448 (10) | 2448 (10) | 2448 (10) | 2448 (10) | 2448 (10) |
| 13 | Reserves excluding revaluation reserves | | | | | 70566 |
| 14 | Earnings per Share (not annualised) (Rs.) | 27.28 | 17.29 | 51.66 | 33.14 | 68.60 |
| 15 | Aggregate of non-promoter shareholding | | | | | |
| | No. of Shares | 79003300 | 79003500 | 79003300 | 79003500 | 79003490 |
| | 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 The changes in accounting estimates on account of AS-15(R) on the liability for leave and post retirement medical benefit have been reviewed and considered . In accordance with the transitional provisions prescribed under the AS15(R) , Rs. 4412 millions (net of deferred tax) is being adjusted in the opening reserves as on 01.04.2006.
- 3 Details of Investor Complaints:

| | | | |
|-----------------------------|--------------------------------|-----------------------------------|-----------------------------|
| Pending as on 01.10.2006 | Received during the quarter | Resolved during the quarter | Pending as on 31.12.2006 |
| Nil | 69 | 69 | Nil |
- 4 The company has an outstanding order book position of about Rs. 467000 millions at the end of Quarter III.
- 5 The above results have been reviewed by the Audit Committee and were taken on record by the Board of Directors in their meeting held on 25th January, 2007.
- 6 The above results have been reviewed by the Auditors as per clause 41 of the listing agreement.
- 7 An interim dividend of Rs. 12.50 per share has been declared by the Board in its meeting on 25.01.2007. Board has also recommended an issue of bonus share in the ratio of 1:1 i.e. one additional equity shares for every one equity share held by the members on the record date to be fixed by the Board.

For Bharat Heavy Electricals Limited

Place : New Delhi
Dated : 25.01.2007

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

Segmentwise Revenue, Results and Capital Employed :

Annexure

| | 3 Months Ended 31.12.2006 | Corresponding 3 Months in the previous year ended 31.12.2005 | Year to date figures for the current Period ended 31.12.2006 | Year to date figures for the previous year ended 31.12.2005 | Rs./Millions Previous Accounting year ended 31.3.2006 (Audited) |
|---|---|--|--|---|--|
| 1 | <u>Segment Revenue</u> | | | | |
| A. Power | 35387 | 27518 | 84355 | 64685 | 108939 |
| B. Industry | 12741 | 9568 | 30846 | 23056 | 40680 |
| Total | 48128 | 37086 | 115201 | 87741 | 149619 |
| Inter segmental revenue | 1029 | 940 | 2576 | 2574 | 3746 |
| Sales / Income from operations | 47099 | 36146 | 112625 | 85167 | 145873 |
| 2 | <u>Segment Results (Profit(+)/ Loss (-) before tax and interest.</u> | | | | |
| A. Power | 8457 | 6325 | 18335 | 12709 | 23693 |
| B. Industry | 1565 | 1360 | 3194 | 2947 | 6463 |
| Total | 10022 | 7685 | 21529 | 15656 | 30156 |
| Less Interest | 120 | 136 | 387 | 392 | 587 |
| Other un-allocable expenditure net of income | -463 | 1089 | 1704 | 2867 | 3925 |
| Total Profit before Tax | 10365 | 6460 | 19438 | 12397 | 25644 |
| 3 | <u>Capital Employed</u> | | | | |
| (Segment Assets - Segment Liabilities) | | | | | |
| A. Power | | | 10787 | 19999 | 15322 |
| B. Industry | | | 19503 | 16634 | 13899 |
| Capital Employed (including unallocable common) | | | 69527 | 65285 | 55170 |

The figures have been regrouped ,wherever necessary.