



BHARAT HEAVY ELECTRICALS LIMITED
AUDITED FINANCIAL RESULTS
FOR THE YEAR / QUARTER ENDED 31ST MARCH 2007

Rs./Millions

| SL. NO. | PARTICULARS | Nine months ended 31.12.2006 | 3 Months Ended 31.03.2007 * | Corresponding 3 Months in the previous year ended 31.03.2006 | Year to date figures for current period ended 31.03.2007 (Audited)* | Year to date figures for the previous year ended 31.03.2006 (Audited) |
|---------|--|------------------------------|-----------------------------|--|---|---|
| (1) | (2) | (3) | (4) | (5) | (6) | (7) |
| 1 | Sales / Income from Operations | 112625 | 75760 | 60705 | 188385 | 145873 |
| | Less:Excise Duty/Service tax | 9447 | 6563 | 5516 | 16010 | 13591 |
| 2 | Net Sales/Income from Operations | 103178 | 69197 | 55189 | 172375 | 132282 |
| 3 | Value of production (Net of Excise duty) | 107376 | 65867 | 54544 | 173243 | 136753 |
| 4 | Other Income | 4755 | 2860 | 2133 | 7615 | 5308 |
| 5 | Total Expenditure | 86141 | 53325 | 43240 | 139466 | 108900 |
| | a) (Increase)/decrease in stock-in-trade | -4197 | 2385 | 613 | -1812 | -3860 |
| | b) Consumption of raw materials | 62828 | 35911 | 29997 | 98740 | 77570 |
| | c) Staff Cost | 15474 | 9037 | 5484 | 24511 | 18786 |
| | d) Other expenditure | 12036 | 5992 | 7146 | 18027 | 16404 |
| 6 | Interest | 387 | 47 | 195 | 433 | 587 |
| 7 | Gross Profit (+) / Loss(-) after interest but before depreciation & taxation(2+4-5-6) | 21405 | 18685 | 13887 | 40091 | 28103 |
| 8 | Depreciation | 1967 | 762 | 640 | 2730 | 2459 |
| 9 | Profit (+) / Loss (-) Before Tax (7-8) | 19438 | 17923 | 13247 | 37361 | 25644 |
| 10 | Provision for Taxation (including deferred tax, prior period tax and Fringe Benefit Tax) | 6795 | 6419 | 4567 | 13214 | 8852 |
| 11 | Net Profit (+) /Loss (-) (9-10) | 12643 | 11504 | 8680 | 24147 | 16792 |
| 12 | Paid-up Equity Share Capital (Face Value per Share (Rs.)) | 2448 | 2448 | 2448 | 2448 | 2448 |
| | | (10) | (10) | (10) | (10) | (10) |
| 13 | Reserves excluding revaluation reserves | | | | 85435 | 70566 |
| 14 | Earnings per Share (not annualised) (Rs.) | 51.66 | 47.00 | 35.46 | 98.66 | 68.60 |
| 15 | Aggregate of non-promoter shareholding | | | | | |
| | No. of Shares | 79003300 | 79003300 | 79003490 | 79003300 | 79003490 |
| | Percentage of shareholding | 32.28% | 32.28% | 32.28% | 32.28% | 32.28% |

*Subject to audit u/s 619(4) of the Companies Act, 1956 by the C&AG of India

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 01.01.2007 | Received during the quarter | Resolved during the quarter | Pending as on 31.03.2007 |
|--|--------------------------|-----------------------------|-----------------------------|--------------------------|
| | Nil | 20 | 20 | Nil |

3 The company has an outstanding order book position of about Rs. 550000 millions as at 31.03.2007.

4 The Company has opted for adoption of Accounting Standard (15R) with effect from 1st April 2006. Pursuant to the adoption , the transitional obligations of Rs. 2353.30 millions as on 1.4.2006 (net of tax) has been adjusted against the opening balance of General Reserves.

5 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 has been approved by the members in EGM held on 30.04.2007. The record date fixed for the purpose is 1st June, 2007.

6 The Board of Directors have recommended a final dividend of 60% of the enhanced paid-up share capital of Rs. 4895.20 millions, after bonus issue.

7 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 May 2007.

For Bharat Heavy Electricals Limited

Place : New Delhi
Dated : 25.5.2007

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

Segmentwise Revenue, Results and Capital Employed :

| | <u>Rs./Millions</u> | | | | |
|---|---|--|---|--|--|
| | Nine months ended <u>31.12.2006</u> | 3 Months Ended <u>31.03.2007 *</u> | Corresponding 3 Months in the previous year ended <u>31.03.2006</u> | Year to date figures for current period ended 31.03.07 <u>(Audited)*</u> | Year to date figures for the previous year ended 31.03.06 <u>(Audited)</u> |
| <u>1 Segment Revenue</u> | | | | | |
| A. Power | 84355 | 54220 | 44254 | 138575 | 108939 |
| B. Industry | 30846 | 22917 | 17624 | 53763 | 40680 |
| Total | 115201 | 77137 | 61878 | 192338 | 149619 |
| Inter segmental revenue | 2576 | 1377 | 1172 | 3953 | 3746 |
| Sales / Income from operations | 112625 | 75760 | 60706 | 188385 | 145873 |
| <u>2 Segment Results (Profit(+)) / Loss (-) before tax and interest.</u> | | | | | |
| A. Power | 18335 | 17479 | 10984 | 35813 | 23693 |
| B. Industry | 3194 | 5577 | 3516 | 8772 | 6463 |
| Total | 21529 | 23056 | 14500 | 44585 | 30156 |
| Less Interest | 387 | 47 | 195 | 433 | 587 |
| Other un-allocable expenditure net of income | 1704 | 5086 | 1058 | 6791 | 3925 |
| Total Profit before Tax | 19438 | 17923 | 13247 | 37361 | 25644 |
| <u>3 Capital Employed</u> (Segment Assets - Segment Liabilities) | | | | | |
| A. Power | 10787 | | | 1670 | 15322 |
| B. Industry | 19503 | | | 22822 | 13899 |
| Capital Employed (including unallocable common) | 69527 | | | 55710 | 55170 |

*Subject to audit u/s 619(4) of the Companies Act, 1956 by the C&AG of India
The figures have been regrouped, wherever necessary.