

Segmentwise Revenue, Results and Capital Employed

(Rs. Millions)

Sl. No.	PARTICULARS	3 Months Ended 31.03.2010*	3 Months in the previous year ended 31.03.2009	Current Year Ended 31.03.2010* (Audited)	Previous Year ended 31.03.2009 (Audited)	Consolidated Results	
						For the year ended 31.03.2010* (Audited)	For the year ended 31.03.2009 (Audited)
1	Segment Revenue						
	A. Power	111549	86079	268607	213444	270791	215580
	B. Industry	31491	27161	78790	72495	79606	73216
	Total	143040	113240	347397	285939	350397	288796
	Inter segmental revenue	2077	1896	5412	5044	5412	5044
	Sales / Income from operations	140963	111344	341985	280895	344985	283752
2	Segment Results (Profit before Tax and interest)						
	A. Power	30584	17308	63170	38618	63551	38968
	B. Industry	8048	5844	16425	12146	16323	11755
	Total	38632	23152	79595	50764	79873	50723
	Less Interest	178	81	335	307	367	352
	Other un-allocable expenditure net of income	9471	2126	13353	1968	13297	1991
	Total Profit before Tax	28983	20945	65907	48489	66209	48380
3	Capital Employed (Segment Assets - Segment Liabilities)						
	A. Power			25057	-5712	25370	-5432
	B. Industry			22489	13870	21962	13429
	Capital Employed (including unallocable common)			129883	100909	129814	100872

*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 Statement of Assets and Liabilities

(Rs. Millions)

PARTICULARS	Stand Alone		Consolidated	
	As at the end of 31.03.2010 (Audited)*	As at the end of 31.03.2009 (Audited)	As at the end of 31.03.2010 (Audited)*	As at the end of 31.03.2009 (Audited)
SOURCES OF FUNDS				
SHAREHOLDERS FUND:				
(a) Capital	4895	4895	4895	4895
(b) Reserves and Surplus	154278	124493	154065	124291
LOAN FUNDS	1278	1494	1483	1666
TOTAL	160451	130882	160443	130852
APPLICATION OF FUNDS				
FIXED ASSETS (Incl. CWIP)	39450	26274	41431	28218
INVESTMENTS	798	523	59	59
DEFERRED TAX ASSETS (NET)	15272	18403	15286	18410
CURRENT ASSETS, LOANS AND ADVANCES				
(a) Inventories	92355	78370	92838	78920
(b) Sundry Debtors	206887	159755	207926	160715
(c) Cash and Bank balances	97901	103147	98564	103295
(d) Other current assets	4068	3502	4073	3503
(e) Loans and Advances	28137	24237	26827	23419
Less: Current Liabilities and Provisions				
(a) Liabilities	280237	233573	282112	235704
(b) Provisions	44180	49756	44449	49983
NET CURRENT ASSETS	104931	85682	103667	84165
TOTAL	160451	130882	160443	130852

*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.

- 2 Details of Investor Complaints: Pending as on 01.01.2010- Nil, Received during the quarter-202, Resolved during the quarter-202, Pending as on 31.03.2010- Nil.
- 3 The consolidated figures include results in respect of the subsidiary - M/s Bharat Heavy Plate & Vessels Ltd. and Joint venture entities- BHEL-GE Gas Turbine Services Pvt Ltd., NTPC-BHEL Power Projects Pvt. Ltd., Udangudi Power Corporation Ltd., Barak Power Pvt. Ltd., Dada Dhuniwale Khandwa Project and Raichur Power Corporation Limited.
- 4 The company has changed the accounting practice of provision for doubtful debts during the year. As against earlier practice of creating provision on a case to case basis, the company has revised it that wherever trial operation has been conducted and the debtors are outstanding for more than three years from the date of trial operation, provisions (including contractual obligations) shall be equal to the debtors as prevalent on that date. In line with this any shortfall in provision with regard to total outstanding has been provided and excess if any, has been withdrawn. The impact due to change in this accounting practice is decrease in profit before tax by Rs. 1246 millions for the year 2009-10.
- 5 Bank guarantees given against release of outstanding payment from the customer but un-discharged, after 3 years from the date of trial operation, has been reviewed on a case to case basis, for creating provision, if required. The effect of this for the year is decrease in profit before tax by Rs.570 millions.
- 6 With the introduction of "Cafeteria Approach" for perks & allowances as part of wage revision, earlier practice of LTC/LTA claim by all employees has been dispensed with and now LTC is one of the perks & allowances under the cafeteria and employee has an option to select any of perks & allowances listed under cafeteria approach subject to a maximum of 46% of basic pay. Hence no separate provision for LTC for the blocks 2010-11 (as per earlier practice) has been provided. The effect of this change on Profit before tax for the year 2009-10 is an increase by Rs. 167 millions
- 7 The registration formalities with DSIR, for availing weighted deduction under section 35(2AB) of Income Tax Act, 1961 has been completed by March 2010. Formal approval letter is awaited from DSIR. However, the weighted deduction @ 150% on account of R&D expenses incurred during the year has been considered while working out the provision for tax / deferred tax for the year 2009-10.
- 8 Wage revision settlement with employees has been finalized during the year. The arrears from 01.01.2007 to 31.03.2009 amounting to Rs.20875 millions (net of Rs. 7986 millions adhoc and 50% DA merger impact accounted upto 31.03.2009) have been charged to P&L account and provision available upto 31.03.2009 amounting to Rs. 17493 millions is withdrawn in P&L accounts and shown under provisions vacated during the year.
Provision against pension scheme as envisaged in wage settlement as part of superannuation benefits has been kept at Rs. 4531 millions as on 31.03.2010 (due from 01.01.2007 to 31.03.2010) based on estimation, pending finalization of approval of the scheme.
- 9 The Board of Directors have recommended a final dividend of Rs.12.30 per share (Face Value Rs. 10 per share) in addition to the interim dividend of Rs. 11 per share (Face Value Rs. 10 per share) paid during the year.
- 10 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 26th May, 2010.

For Bharat Heavy Electricals Limited

Place : New Delhi
Dated : 26.5.2010

Sd/-
(C. S. Verma)
Director (Finance)