

Honda Siel Power Products Limited

Regd. Office : Plot No. 5, Sector-41 (Kasna), Greater Noida Industrial Development Area, Distt. Gautam Budh Nagar-201306, U.P.

UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED SEPTEMBER 30, 2009

(Rs. in lakhs)

S. No.	PARTICULARS	QUARTER ENDED		SIX MONTHS ENDED		YEAR ENDED
		30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Gross Sales (including job work income)	6,800	8,508	11,133	16,000	25,054
2	Less: Excise Duty	257	663	429	1,271	1,702
3	a) Net Sales (including job work income)	6,543	7,845	10,704	14,729	23,352
	b) Other Operating Income	34	95	54	155	408
4	Expenditure					
	a) (Increase)/decrease in stock-in-trade and work in progress	(414)	2,190	(290)	(5)	(214)
	b) Consumption of raw materials, components, stores, spares and loose tools	3,056	2,461	5,751	5,984	8,958
	c) Purchase of traded goods	1,724	290	1,810	3,195	6,230
	d) Employees' cost	602	575	1,171	1,206	2,276
	e) Depreciation	190	144	365	281	579
	f) Other expenditure	911	1,368	1,585	2,675	4,329
	g) Total	6,069	7,028	10,392	13,336	22,158
5	Profit/(Loss) from Operations before Interest and Exceptional Items (3-4)	508	912	366	1,548	1,602
6	Other Income	164	239	359	501	966
7	Profit / (loss) before Interest and Exceptional Items (5-6)	672	1,151	725	2,049	2,568
8	Interest	6	3	18	13	21
9	Profit / (loss) after Interest but before Exceptional Items (7-8)	666	1,148	707	2,036	2,547
10	Exceptional Items (Refer to Notes 2 and 3)	1,968	35	1,975	39	119
11	Profit / (loss) before tax (9-10)	(1,302)	1,113	(1,268)	1,997	2,428
12	Tax expense	(427)	385	(410)	698	864
13	Net Profit/(loss) for the period (11-12)	(875)	728	(858)	1,299	1,564
14	Paid - up equity share capital (face value of Rs. 10/- each)	1,014	1,014	1,014	1,014	1,014
15	Reserve excluding Revaluation Reserves	-	-	-	-	18,427
16	Earnings / (loss) per share (EPS)					
	Basic and Diluted EPS (Rs.)	(8.63)	7.18	(8.46)	12.81	15.42
	(Not annualised except year ended 31.03.2009)					
17	Public shareholding					
	- Number of shares	3,279,638	3,279,638	3,279,638	3,279,638	3,279,638
	- Percentage of shareholding	32.33%	32.33%	32.33%	32.33%	32.33%
18	Promoters and promoter group Shareholding					
	a) Pledged / Encumbered					
	- Number of shares	Nil	NA	Nil	NA	Nil
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	NA	NA	NA	NA	NA
	- Percentage of shares (as a % of the total share capital of the company)	NA	NA	NA	NA	NA
	b) Non-encumbered					
	- Number of shares	6,863,433	NA	6,863,433	NA	6,863,433
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	NA	100%	NA	100%
	- Percentage of shares (as a % of the total share capital of the company)	67.67%	NA	67.67%	NA	67.67%

NOTES :

- The statement of unaudited financial results for the quarter and half year ended 30 September 2009 has been prepared following the same accounting policies as were followed in the annual financial statements for the year ended 31 March 2009.
- In accordance with the restructuring programme announced in 2007-08, the Company had decided to shift its factory from Rudrapur, Uttaranchal to Greater Noida, Uttar Pradesh w.e.f. 25 August 2008 and all the employees of Rudrapur factory were transferred to Greater Noida factory. Accordingly, for shifting, the production had stopped at Rudrapur factory with effect from that date. There had been some industrial relations disturbances due to the above and out of a total of 212 operators at Rudrapur factory, only 13 operators had joined at Greater Noida factory. Subsequently, on 25 August 2009, a voluntary retirement scheme (VRS) was offered to all the 212 operators of Rudrapur factory. In case of operators who had not joined at Greater Noida factory, the last date for opting for the VRS was 31 August 2009 and out of 199 such operators, 197 operators opted for the VRS. The balance 2 operators have joined at Greater Noida factory. In respect of these 197 operators, a sum of Rs. 1,874 lakhs has been accrued under the VRS. In case of the 13 operators who had joined at Greater Noida factory, the last date for acceptance of the VRS is 30 October 2009. In respect of these 13 operators, based on a reasonable estimate, an amount of Rs. 49 lakhs has been accrued under the VRS. The whole of the above amount of Rs. 1,923 lakhs accrued under VRS has been included under 'Exceptional items' in the above results.
- Pursuant to the above mutual arrangement between the management of the Company and the employees of Rudrapur factory, the Company has been able to commence its process for shifting of fixed assets and inventory lying at the Rudrapur factory to its Greater Noida factory and expects the same to be completed by October 2009. The expenses incurred till 30 September 2009 on such shifting have been included under 'Exceptional items' in the above results.
- The matter of shifting as referred to above was sub-judice. However, pursuant to the above settlement between the management and the employees of the Rudrapur factory, a joint application has been filed with the appropriate authority for the withdrawal of the said legal proceedings. The appropriate authority has awarded a suitable award and the same has been forwarded to the State Government for notification.
- The figures for the previous period(s) / year have been re-grouped / recast, wherever necessary to make them comparable.
- No investor complaint was pending at the beginning of the quarter. During the quarter, one complaint was received. The complaint was resolved and no complaint was pending as on 30 September 2009
- The unaudited financial results for the quarter ended 30 September 2009 were reviewed by the Audit Committee. The Board of Directors has taken on record the unaudited financial results at their meeting held on 24 October 2009.

Segment wise Revenue, Results & Capital Employed

(Rs. in lakhs)

S.No.	PARTICULARS	Quarter Ended		Six Months Ended		Year Ended
		30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue					
	a) Domestic	5,727	6,653	9,449	12,166	19,668
	b) Exports	816	1,192	1,255	2,563	3,684
	Total	6,543	7,845	10,704	14,729	23,352
	Less : Inter Segment Revenue	-	-	-	-	-
	Net sales/Income from Operations	6,543	7,845	10,704	14,729	23,352
2	Segment Results					
	Profit/ (Loss) before tax and interest from each segment					
	a) Domestic	1,128	1,426	1,469	2,540	3,453
	b) Exports	(122)	(199)	(158)	(364)	(543)
	Total	1,006	1,227	1,311	2,176	2,910
	Less: i) Interest	6	3	18	13	21
	ii) Other un-allocable expenditure net off un-allocable income	2,302	111	2,561	166	461
	Total Profit / (loss) before Tax	(1,302)	1,113	(1,268)	1,997	2,428
3	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Domestic	3,293	1,467	3,293	1,467	2,617
	b) Exports	220	526	220	526	357
	c) Unallocated	15,069	17,657	15,069	17,657	16,467
	Total	18,582	19,650	18,582	19,650	19,441

NOTES :

- The segments have been identified in line with Accounting Standard (AS) 17 'Segment Reporting', taking into account the risks and return, organisation structure and internal reporting system.
- Segment revenue comprises income from sales and services which are directly identifiable to the individual segments. Segment results and capital employed includes amounts directly identifiable to each of the segments and which can be allocated on a reasonable basis. Unallocable income includes interest income on deposits, write back of liabilities and export benefits. Unallocable expenditure includes corporate expenditure which is not identifiable to any of the segments. Unallocated capital employed includes assets and liabilities which are not specifically allocable to individual segments.
- The above segment results were placed and taken on record in the meeting of Board of Directors of the company held on 24 October 2009.

 for and on behalf of
Honda Siel Power Products Limited
J. Kobayashi
 President & CEO