



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

Regd. Office: 8, Electronics Complex, Chambaghat, Solan-173213 (Himachal Pradesh)

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30th JUNE, 2008

(Rs. in Lacs)

Sl. No.	Particulars	First Quarter Ended		Financial Year Ended
		June 30,2008	June 30,2007	March 31,2008
		(Unaudited)	(Unaudited)	(Audited)
1	Net Turnover/Income from Operations	3,273.19	11,076.91	34,959.19
2	Other Income	78.09	15.71	164.60
3	Total Income (1+2)	3,351.28	11,092.62	35,123.79
4	Expenditure			
	a) (Increase)/Decrease in stock in trade	159.91	(611.08)	284.08
	b) Cost of Raw Material/services	1,466.40	9,641.48	11,508.16
	c) Non moving inventories written off	—	—	678.87
	d) Purchase of Traded goods	895.71	—	17,770.94
	e) Staff Cost	672.86	568.94	2,387.44
	f) Depreciation and Amortisation	646.61	646.89	2,716.22
	g) Administrative and other Overheads	528.36	867.33	2,689.38
	h) Provision for doubtful debts	—	—	4,972.17
	Total	4,369.85	11,113.56	43,007.26
5	Interest and Finance Charges	2,373.05	1,556.40	6,937.27
6	Exceptional and non recurring items	215.90	(16.61)	189.67
7	Profit/(Loss) from ordinary activities before tax (3) – (4+5+6)	(3,607.52)	(1,560.73)	(15,010.41)
8	Provision for Taxation/FBT including for earlier years	4.42	4.00	44.45
9	Net Profit/(Loss) from ordinary activities after tax (7-8)	(3,611.94)	(1,564.73)	(15,054.86)
10	Paid-up Equity Share Capital (Face value of Rs.10 each)	44,279.05	44,279.05	44,279.05
11	Reserves excluding Revaluation Reserve	(8,462.19)	13,884.48	(4,172.00)
12	Earning per Share(Rs)			
	– Basic	(0.85)	(0.38)	(3.52)
	– Diluted	(0.85)	(0.38)	(3.52)
13	Aggregate of public shareholding			
	– Number of shares	433,148,518	432,618,318	433,148,518
	– Percentage of shareholding	97.82	97.70	97.82

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	First Quarter Ended		Financial Year Ended
	June 30,2008	June 30,2007	March 31,2008
	(Unaudited)	(Unaudited)	(Audited)
1. Segment Revenue			
a. Telecom Products	2,245.59	6,825.29	17,598.43
b. Turnkey Contracts and Services	1,027.60	4,251.62	17,360.76
c. Others	—	—	—
Total	3,273.19	11,076.91	34,959.19
Less: Inter segment revenue	—	—	—
Net Sales/Income from Operations	3,273.19	11,076.91	34,959.19
2. Segment Results			
a. Telecom Products	(1,079.62)	(233.16)	(8,668.60)
b. Turnkey Contracts and Services	(113.40)	362.26	1,078.58
c. Others	—	—	—
Total	(1,193.02)	129.10	(7,590.02)
Less: i. Interest and Finance charges	2,373.05	1,556.40	6,937.27
ii. Other un-allocable expenditure net off un-allocable income	41.45	133.43	483.12
Profit before Tax	(3,607.52)	(1,560.73)	(15,010.41)
3. Capital Employed			
a. Telecom Products	29,661.96	42,035.88	30,331.31
b. Turnkey Contracts and Services	8,370.60	9,615.75	9,254.97
c. Others	—	—	—
Total capital employed in segments	38,032.56	51,651.63	39,586.28
Add: Un-allocable corporate assets less liabilities	5,834.31	14,561.91	8,570.78
Total capital employed in Company	43,866.87	66,213.54	48,157.06

Notes :

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 31st July, 2008.
- The Auditors comments in their report on the Annual Accounts for the year 07-08 have been addressed as under :
 - The provision of interest has been made as per CDR approved package.
 - The Company has made adequate provisions for doubtful debts.
 - The Company obtains confirmations from sundry debtors, creditors, lenders etc. in ordinary course of business.
 - The Company is seeking necessary approval from the Central Government for the remuneration paid to the managerial personnel during the financial year 2007-2008.
- Status of investors complaints during the quarter ended 30th June, 2008:
Pending at the beginning NIL; Received 8; Disposed off 8; Pending at the end Nil.
Investors Relation Contact : investor@hfcl.com
- Figures of the previous periods have been regrouped/rearranged wherever considered necessary .

Place: New Delhi
Date : 31st July, 2008

By Order of the Board
(MAHENDRA NAHATA)
Managing Director