



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH SEPTEMBER, 2008

(Rs. in Lacs)

Sl. No.	Particulars	Second Quarter Ended 30th September		Half Year Ended 30th September		Financial Year Ended 31st March, 2008
		2008	2007	2008	2007	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	Net Turnover/Income from Operations	3,404.16	9,089.53	6,677.35	20,166.44	34,959.19
2	Expenditure					
	a) (Increase)/Decrease in stock in trade	491.96	833.59	651.87	222.51	284.08
	b) Cost of Raw Material/services	1,534.97	3,832.86	3,001.37	14,141.77	11,508.16
	c) Non moving inventories written off	-	-	-	-	678.87
	d) Purchase of Traded goods	795.62	2,430.50	1,691.33	2,430.50	17,770.94
	e) Staff Cost	439.26	559.54	1,112.12	1,128.48	2,387.44
	f) Depreciation and Amortisation	653.83	656.86	1,300.44	1,303.55	2,716.22
	g) Administrative and other Overheads	628.91	769.14	1,014.48	1,634.47	2,743.17
	h) Provision for doubtful debts	-	-	-	-	4,972.17
	i) Bad Debts and Misc. Balances written off	33.61	-	33.61	-	-
	j) Foreign exchange fluctuation (on mark to market basis)	759.44	(2.92)	902.23	(670.35)	(53.79)
	Total	5,337.60	9,079.37	9,707.45	20,190.93	43,007.26
3	Profit/(Loss) from operations before other income, interest & exceptional items	(1,933.44)	10.16	(3,030.10)	(24.49)	(8,048.07)
4	Other Income	412.30	55.07	490.39	70.78	164.60
5	Profit/(Loss) before interest & exceptional items	(1,521.14)	65.23	(2,539.71)	46.29	(7,883.47)
6	Interest	2,301.91	1,704.19	4,674.96	3,260.59	6,937.27
7	Profit/(Loss) after interest but before exceptional items	(3,823.05)	(1,638.96)	(7,214.67)	(3,214.30)	(14,820.74)
8	Exceptional Items	-	296.57	215.90	279.96	189.67
9	Profit/(Loss) from ordinary activities before tax	(3,823.05)	(1,935.53)	(7,430.57)	(3,494.26)	(15,010.41)
10	Tax expenses - Fringe benefit tax	11.67	5.80	16.09	9.80	44.45
11	Net Profit/(Loss) from ordinary activities after tax	(3,834.72)	(1,941.33)	(7,446.66)	(3,504.06)	(15,054.86)
12	Paid-up Equity Share Capital (Face value of Rs. 10 each)	44,279.05	44,279.05	44,279.05	44,279.05	44,279.05
13	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	(4,172.00)
14	Earning per Share(Rs.)					
	- Basic	(0.90)	(0.82)	(1.71)	(0.85)	(3.52)
	- Diluted	(0.90)	(0.82)	(1.71)	(0.85)	(3.52)
15	Aggregate of public shareholding					
	- Number of shares	433,148,518	433,119,518	433,148,518	433,119,518	433,148,518
	- Percentage of shareholding	97.82	97.82	97.82	97.82	97.82

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sl. No.	Particulars	Second Quarter Ended 30th September		Half Year Ended 30th September		Financial Year Ended 31st March, 2008
		2008	2007	2008	2007	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	Segment Revenue					
	a. Telecom Products	2,020.78	4,693.55	4,266.37	11,518.84	17,598.43
	b. Turnkey Contracts and Services	1,383.38	4,395.98	2,410.98	8,647.60	17,360.76
	c. Others	-	-	-	-	-
	Total	3,404.16	9,089.53	6,677.35	20,166.44	34,959.19
	Less: Inter segment revenue	-	-	-	-	-
	Net Sales/Income from Operations	3,404.16	9,089.53	6,677.35	20,166.44	34,959.19
2	Segment Results Profit/(Loss) before tax and interest for each segment					
	a. Telecom Products	(1,220.67)	(437.82)	(2,300.29)	(668.98)	(8,668.60)
	b. Turnkey Contracts and Services	(314.34)	414.15	(427.74)	776.41	1,078.58
	c. Others	-	-	-	-	-
	Total	(1,535.01)	(23.67)	(2,728.03)	107.43	(7,590.02)
	Less: I. Interest	2,301.91	1,704.19	4,674.96	3,260.59	6,937.27
	ii. Other un-allocable expenditure net off	(13.67)	207.67	27.58	341.10	483.12
	Total Profit before Tax	(3,823.05)	(1,935.53)	(7,430.57)	(3,494.26)	(15,010.41)
3	Capital Employed					
	a. Telecom Products	16,041.78	40,375.41	16,041.78	40,375.41	30,331.31
	b. Turnkey Contracts and Services	10,400.62	10,192.01	10,400.62	10,192.01	9,254.97
	c. Others	-	-	-	-	-
	Total capital employed in segments	26,442.40	50,567.42	26,442.40	50,567.42	39,586.28
	Add: Un-allocable corporate assets less liabilities	12,911.49	13,030.04	12,911.49	13,030.04	8,570.78
	Total capital employed in Company	39,353.89	63,597.46	39,353.89	63,597.46	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 30th October, 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.
 - Company obtains the confirmations from sundry debtors, creditors, lenders etc. in ordinary course of business.
 - The Company has already made the necessary application under section 198, 269, 309 and 311 of the Companies Act, 1956 with the Central Government seeking their approval for the payment of Managerial remuneration during the financial year 2007-2008.
- The Company is already in the process on different modality for recovery of its long outstanding debtors, pending outcome of the same, no provision has been made during the quarter and adequate provisions will be made at the year end.
- Status of investors complaints during the quarter ended 30th September, 2008. Pending at the beginning Nil; Received 9; Disposed off 9; 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 : 30th October, 2008

By Order of the Board
(MAHENDRA NAHATA)
Managing Director