



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE FIFTH QUARTER ENDED 30th JUNE, 2010

(Rs. in Lacs)

Sl. No.	Particulars	Fifth Quarter Ended 30th June		Fifteen Months Ended 30th June	Financial Year Ended 31st March, 2009
		2010	2009	2010	2009
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Net Turnover/Income from Operations	5,598.09	4,741.88	26,090.35	13,909.90
2	Expenditure				
	a) (Increase)/Decrease in stock in trade	(35.02)	547.79	963.86	799.65
	b) Cost of Raw Material/services	3,139.53	2,092.86	13,634.26	6,630.48
	c) Purchase of Traded goods	1,035.09	751.71	4,915.64	3,442.07
	d) Staff Cost	408.32	406.23	2,272.50	2,141.17
	e) Depreciation and Amortisation	631.08	633.45	3,178.58	2,614.53
	f) Administrative and other Overheads	434.84	539.49	2,351.97	2,227.19
	g) Bad Debts, Advances & Miscellaneous balances written off (net)	54.71	(45.06)	6,252.45	28.93
	h) Liquidated damages	16.97	-	45.97	4,103.80
	i) Provision for Non moving inventories	-	-	648.42	229.41
	j) Provision for doubtful debts	-	-	-	11,120.44
	Total	5,685.52	4,926.47	34,263.65	33,337.67
3	Profit/(Loss) from operations before other income, interest & exceptional items (1-2)	(87.43)	(184.79)	(8,173.30)	(19,427.77)
4	Other Income	61.95	28.27	1,024.86	544.11
5	Profit/(Loss) before interest & exceptional items (3+4)	(25.48)	(156.52)	(7,148.44)	(18,883.66)
6	Interest (refer note No.6)	(50.69)	2,348.66	8,641.71	9,098.91
7	Profit/(Loss) after interest but before exceptional items (5-6)	25.21	(2,505.18)	(15,790.15)	(27,982.57)
8	Exceptional items (refer note No.7)	(593.97)	164.47	3,979.33	(3,642.98)
9	Profit/(Loss) from ordinary activities before tax (7+8)	(568.76)	(2,340.71)	(11,810.82)	(31,625.55)
10	Tax expenses	-	-	11.43	42.09
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(568.76)	(2,340.71)	(11,822.25)	(31,667.64)
12	Extraordinary items (net)	-	-	(38,891.74)	-
13	Net Profit/(Loss) for the period (11+12)	(568.76)	(2,340.71)	(50,713.99)	(31,667.64)
14	Paid-up Equity Share Capital (Face value of Rs.10 each)	46,279.05	44,279.05	46,279.05	44,279.05
15	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	(38,552.66)
16	Earning per Share(Rs) -				
	(a) Before Extraordinary items - Basic	(0.15)	(0.56)	(2.70)	(7.27)
	- Diluted	(0.15)	(0.56)	(2.80)	(7.27)
	(b) After Extraordinary items - Basic	(0.15)	(0.56)	(11.10)	(7.27)
	- Diluted	(0.15)	(0.56)	(11.51)	(7.27)
17	Aggregate of public shareholding				
	- Number of shares	453,216,518	433,184,518	453,216,518	433,148,518
	- Percentage of shareholding	97.93	97.83	97.93	97.82
18	Promoters and promoter group shareholding				
	a) Pledged / encumbered : No. of Share	1,056,000	1,056,000	1,056,000	1,056,000
	-Percentage of share (as a % of the total shareholding of promoter and promoter group)	11.36	11.36	11.36	11.36
	-Percentage of share (as a % of the total share capital of the company)	0.23	0.24	0.23	0.24
	b) Non- encumbered : No. of Share	8,242,999	8,242,999	8,242,999	8,242,999
	-Percentage of share (as a % of the total shareholding of promoter and promoter group)	88.64	88.64	88.64	88.64
	-Percentage of share (as a % of the total share capital of the company)	1.78	1.86	1.78	1.86

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sl. No.	Particulars	Fifth Quarter Ended 30th June		Fifteen Months Ended 30th June	Financial Year Ended 31st March, 2009
		2010	2009	2010	2009
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue				
	a) Telecom Products	3,788.48	2,768.94	15,935.12	9,283.81
	b) Turnkey Contracts and Services	1,809.61	1,972.74	10,155.23	4,626.09
	c) Others	-	-	-	-
	Total	5,598.09	4,741.68	26,090.35	13,909.90
	Less: Inter segment revenue	-	-	-	-
	Net Sales/Income from Operations	5,598.09	4,741.68	26,090.35	13,909.90
2	Segment Results Profit/(Loss) before tax and interest for each segment				
	a) Telecom Products	(1,093.66)	(399.22)	(5,302.08)	(21,080.68)
	b) Turnkey Contracts and Services	509.37	331.31	2,056.62	(1,303.00)
	c) Others	-	-	-	-
	Total	(584.29)	(67.91)	(3,245.46)	(22,383.68)
	Less: i) Interest	(50.69)	2,348.66	8,641.71	9,098.91
	ii) Other un-allocable expenditure net off un-allocable income	35.16	(75.86)	(76.35)	142.96
	Total Profit before Tax	(568.76)	(2,340.71)	(11,810.82)	(31,625.55)
3	Capital Employed				
	a) Telecom Products	6,491.25	7,159.57	6,491.25	6,882.87
	b) Turnkey Contracts and Services	6,522.02	5,895.72	6,522.02	5,877.02
	c) Others	-	-	-	-
	Total capital employed in segments	13,013.27	13,055.29	13,013.27	12,759.89
	Add: Un-allocable corporate assets less liabilities	(51,342.16)	(2,297.85)	(51,342.16)	1,016.51
	Total capital employed in Company	(38,328.89)	10,757.44	(38,328.89)	13,776.40

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 14th August, 2010 and the Statutory Auditors have carried out Limited Review of the same.
- The ROC vide its order dated 4th May, 2010 has granted the permission of extension of six months to the Company to prepare the annual accounts for eighteen months up to 30th September, 2010 so as to take effect of ongoing financial restructuring. Accordingly Company is publishing un-audited financial results for the fifth quarter ended 30th June, 2010.
- Since the Company has extended its Financial Year, the year to date figures for the current period for fifteen months have been given. However comparable figures for corresponding period have not been given as the previous Financial Year was for twelve months.
- The Auditors' comments in their report on the Annual Accounts for the year 08-09 have been addressed as under :
 - The Company is in discussion with CDR lenders for further restructuring/ modification in the CDR package so that its account with lenders can be regularised.
 - 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 u/s 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 2007-08 and 2008-09.
 - The Company is in process of determining the impairment loss, if any, on its assets, in terms of the AS-28, effect of which will be given on such determinations.
- As provided under CDR package, the Company is providing interest on ballooning basis. The applicable rate on this basis is 15.50% p.a. during the year as compared to 14.25% p.a. in the previous year.
- During the quarter under review the Company has written back interest for the period 01-04-2009 to 31-03-2010 amounting to Rs.1608.48 lacs which has been forgone by one of the unsecured lender.
- During the Quarter under review the Company has provided for Rs. 593.97 lacs towards the loss on account of Foreign Exchange fluctuation and the same is included under the head of exceptional items.
- The Board of Directors of the Company at its meeting held on August 06, 2010 has given its in-principle approval to evaluate the proposal of amalgamation of Sunvision Engineering Company Pvt. Ltd. with the Company.
- Status of investors' complaints during the quarter ended 30th June, 2010:-
Pending at the beginning : Nil; Received : 4; Disposed of : 4; 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: 14th August, 2010

By order of the Board
(Mahendra Nahata)
Managing Director