

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30th SEPTEMBER, 2014

| PART I | | (Rs./lacs) | | | | | |
|---|--|--|--|--|--|--|---------------------------------------|
| SL.NO. | PARTICULARS | Quarter ended 30.09.2014 (Unaudited) | Quarter ended 30.06.2014 (Unaudited) | Quarter ended 30.09.2013 (Unaudited) | Half year ended 30.09.2014 (Unaudited) | Half year ended 30.09.2013 (Unaudited) | Year ended 31.03.2014 (Audited) |
| 1 | Sales Volume (Nos) | 13603 | 9978 | 13521 | 23581 | 24429 | 51835 |
| 2 | Income from Operations: | | | | | | |
| (a) | Net Sales / Income From Operations (net of excise duty) | 6193.48 | 5080.84 | 6551.76 | 11274.32 | 11437.04 | 25644.63 |
| (b) | Other Operating Income | 190.85 | 124.62 | 154.62 | 315.47 | 265.00 | 590.39 |
| | Total Income from operations (net) | 6384.33 | 5205.46 | 6706.38 | 11589.79 | 11702.04 | 26235.02 |
| 3 | Expenses: | | | | | | |
| (a) | Cost of material consumed | 3557.56 | 3036.05 | 5223.47 | 6593.61 | 8465.52 | 18037.97 |
| (b) | Changes in inventories of finished goods, work-in-progress and stock-in-trade | 645.03 | 777.30 | (1434.22) | 1422.33 | (1291.45) | (866.95) |
| (c) | Employee benefits expenses | 808.16 | 809.75 | 934.50 | 1617.91 | 1784.20 | 3664.78 |
| (d) | Depreciation & Amortisation expenses | 319.80 | 369.02 | 320.21 | 688.82 | 631.47 | 1233.19 |
| (e) | Impairment on Fixed Assets | - | - | - | - | - | 260.42 |
| (e) | Other expenses | 1880.61 | 1252.51 | 2397.94 | 3133.12 | 4142.92 | 7269.46 |
| | Total expenses | 7211.16 | 6244.63 | 7441.90 | 13455.79 | 13732.66 | 29598.87 |
| 4 | Profit/(Loss) from Operations before Other Income, finance costs and exceptional items (2-3) | (826.83) | (1039.17) | (735.52) | (1866.00) | (2030.62) | (3363.85) |
| 5 | Other Income | 65.01 | 13.32 | 28.40 | 78.33 | 42.55 | 138.25 |
| 6 | Profit/(Loss) from ordinary activities before finance costs and exceptional items (4+5) | (761.82) | (1025.85) | (707.12) | (1787.67) | (1988.07) | (3225.60) |
| 7 | Finance costs | 1079.76 | 1058.07 | 782.18 | 2137.83 | 1770.57 | 4057.16 |
| 8 | Profit/(Loss) from ordinary activities after finance costs but before exceptional items (6-7) | (1841.58) | (2083.92) | (1489.30) | (3925.50) | (3758.64) | (7282.76) |
| 9 | Exceptional items | - | - | - | - | - | - |
| 10 | Profit/(Loss) from ordinary activities before Tax (8-9) | (1841.58) | (2083.92) | (1489.30) | (3925.50) | (3758.64) | (7282.76) |
| 11 | Tax expense | - | - | - | - | - | - |
| 12 | Net Profit/(Loss) from ordinary activities after Tax (10-11) | (1841.58) | (2083.92) | (1489.30) | (3925.50) | (3758.64) | (7282.76) |
| 13 | Extra-ordinary item (net of tax expense) | - | - | - | - | - | - |
| 14 | Net Profit/(Loss) for the period (12-13) | (1841.58) | (2083.92) | (1489.30) | (3925.50) | (3758.64) | (7282.76) |
| 15 | Paid-up Equity Share Capital (Face value of Rs.10 each) | 8198.43 | 8198.43 | 8198.43 | 8198.43 | 8198.43 | 8198.43 |
| 16 | Reserves excluding Revaluation Reserve | | | | | | -69917.97 |
| 17 | Earning per Share for the period (Rs.) (Basic & Diluted EPS before & after Extra-ordinary Item) | (2.25) | (2.54) | (1.82) | (4.79) | (4.58) | (8.88) |
| PART II Select information for the period | | | | | | | |
| Sl.No. | Particulars | Quarter ended 30.09.2014 | Quarter ended 30.06.2014 | Quarter ended 30.09.2013 | Half year ended 30.09.2014 | Half year ended 30.09.2013 | Year ended 31.03.2014 |
| A | Particulars of Shareholding: | | | | | | |
| 1 | Public shareholding: | | | | | | |
| | -Number of Shares | 60197649 | 60197649 | 60197649 | 60197649 | 60197649 | 60197649 |
| | -Percentage of Shareholding | 73.43% | 73.43% | 73.43% | 73.43% | 73.43% | 73.43% |
| 2 | Promoters and Promoter Group Shareholding: | | | | | | |
| a) | Pledged/Encumbered # | | | | | | |
| | - Number of shares # | 11173323 | 11173323 | 11173323 | 11173323 | 11173323 | 11173323 |
| | - Percentage of shares (as a % of the total shareholding of promoters and promoter group) | 51.29% | 51.29% | 51.29% | 51.29% | 51.29% | 51.29% |
| | - Percentage of shares (as a % of the total share capital of the Company) | 13.63% | 13.63% | 13.63% | 13.63% | 13.63% | 13.63% |
| b) | Non-encumbered | | | | | | |
| | - Number of Shares | 10613348 | 10613348 | 10613348 | 10613348 | 10613348 | 10613348 |
| | - Percentage of shares (as a % of the total shareholding of promoters and promoter group) | 48.71% | 48.71% | 48.71% | 48.71% | 48.71% | 48.71% |
| | - Percentage of shares (as a % of the total share capital of the Company) | 12.94% | 12.94% | 12.94% | 12.94% | 12.94% | 12.94% |
| B | Investor Complaints | | | | | | |
| | -Complaints pending at the beginning of the quarter (Nos) | | Nil | | | | |
| | -Complaints received during the quarter (Nos) | | 1 | | | | |
| | -Complaints disposed off during the quarter (Nos) | | 1 | | | | |
| | -Complaints lying unresolved at the end of the quarter (Nos) | | Nil | | | | |
| | # Non disposal undertaking given to Fis/Banks | | | | | | |

Notes:
1. Statement of Assets and Liabilities

| Sl.No. | Particulars | As at 30.09.2014 (Unaudited) | As at 31.03.2014 (Audited) |
|-----------|---------------------------------|------------------------------------|----------------------------------|
| I | EQUITY AND LIABILITY | | |
| (1) | Shareholder's Funds | | |
| | (a) Share Capital | 20040.95 | 20040.95 |
| | (b) Reserve & Surplus | -73843.47 | -69917.97 |
| | Sub Total | -53802.52 | -49877.02 |
| (2) | Non- Current Liabilities | | |
| | (a) Long Term Borrowings | - | - |
| | (b) Long Term Provisions | 1422.26 | 1329.54 |
| | Sub Total | 1422.26 | 1329.54 |
| (3) | Current Liabilities | | |
| | (a) Short Term Borrowings | 84.37 | 84.37 |
| | (b) Trade Payables | 15691.38 | 15559.54 |
| | (c) Other Current Liabilities | 59018.98 | 56963.73 |
| | (d) Short Term Provisions | 463.56 | 475.80 |
| | Sub Total | 75258.29 | 73083.44 |
| | Total | 22878.03 | 24535.96 |
| II | ASSETS | | |
| (1) | Non Current Assets | | |
| | (a) Fixed Assets | | |
| | (i) Tangible Assets | 6813.94 | 7458.89 |
| | (ii) Intangible Assets | - | - |
| | (iii) Capital-Work-In-Progress | 293.33 | 288.77 |
| | (b) Non- Current Investments | 1.23 | 1.23 |
| | (c) Long Term Loans & Advances | 109.20 | 108.17 |
| | Sub Total | 7217.70 | 7857.06 |
| (2) | Current Assets | | |
| | (a) Inventories | 10141.56 | 11581.19 |
| | (b) Trade Receivables | 240.31 | 538.99 |
| | (c) Cash & Bank Balances | 2276.38 | 1219.90 |
| | (d) Short-term Loans & Advances | 2984.93 | 3324.22 |
| | (e) Other Current Assets | 17.15 | 14.60 |
| | Sub Total | 15660.33 | 16678.90 |
| | Total | 22878.03 | 24535.96 |

- 2 These results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on 8th November, 2014. The Limited Review of the same have been carried out by the Statutory Auditors of the Company.
- 3 Since the net worth of the Company had become negative, the Company has been registered and declared a Sick Industrial Company by the Board for Industrial and Financial Reconstruction (BIFR) under the Sick Industrial Companies (Special Provisions) Act, 1985 (SICA).
- 4 Segmental information:
(a) Primary (Business) Segment - The operations of the Company relate to only one segment viz. Motorised Two-wheelers.
(b) Secondary (Geographical) Segment - Secondary segment reporting is on the basis of geographical location of the customers. The Company's revenue during the quarter by geographical markets are: Domestic sales Rs.1495.42 lacs and Export sales Rs.4698.06 lacs.
Geographical segment wise profits and capital employed are not given since the production unit and administrative expenses are common.
- 5 Pursuant to the notification of Schedule II of the Companies Act, 2013 ("the Act"), by the Ministry of Corporate Affairs effective 01.04. 2014, the Management has reassessed and changed, wherever necessary the useful life to compute depreciation, to conform to the requirements of the Act.
- 6 Comments on the Auditors' qualifications relating to the audited Annual Accounts for the year ended 31st March, 2014 and in the Limited Review report of the quarter under review:
(a) Non confirmation of balances of some of the Trade receivables/ payable, Lenders and Loans & Advances.
(b) In respect of Accounting Standard 2 (AS-2), Valuation of inventory issued by The Institute of Chartered Accountants of India.
(c) The Company's ability to continue, as a going concern is dependent upon successful restructuring and revival of its business. In case the going concern concept is vitiated, necessary adjustments will be required on the carrying amount of Assets and Liabilities which are presently not ascertainable.
The Company is in process of restructuring / revival of its business under the aegis of BIFR and has submitted the Draft Revival Scheme which, inter-alia, includes the proposed product plan. The ascertainment of possible utilisation of slow moving / non moving items of inventory and adjustments in Trade receivables/ payables, if any, will be undertaken upon finalisation of the product plan and approval of the revival scheme. In view of this, the accounts have been prepared on a going concern basis.
(d) Non provision for interest under The Micro, Small and Medium Enterprises Development Act, 2006:
In absence of information from Trade payables regarding status under The Micro, Small and Medium Enterprises Act, 2006, the liability of interest if any, can not be reliably estimated.
- 7 Previous period figures have been regrouped wherever necessary to make them comparable.

Place: Gurgaon
Date: 08.11.2014

For And on behalf of the Board

(Deepak Kumar Singhania)
Chairman & Managing Director
(DIN 00012037)