

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2010**

		(Rs. Lacs)				
Sl. No.	PARTICULARS	Quarter ended 30.06.2010 (Unaudited)	Quarter ended 30.06.2009 (Unaudited)	Nine months ended 30.06.2010 (Unaudited)	Nine months ended 30.06.2009 (Unaudited)	Year ended 30.06.2009 (12 Months) (Audited)
1.	Sales Volume (Nos)	15747	14458	45692	30012	43758
2. (a)	Net Sales / Income From Operations	8972.42	8201.01	16579.76	17952.24	15413.03
(b)	Other Operating Income	401.09	228.43	1786.69	588.63	1743.99
3.	<b>Expenditure</b>					
(a)	(Increase)/Decrease in Stock in Trade and Work in Progress	288.78	(85.03)	184.30	(229.36)	(562.16)
(b)	Consumption of Raw material & Components	3927.36	3926.39	11155.83	7571.06	71344.70
(c)	Employees cost	518.85	542.33	1667.30	1482.86	1562.00
(d)	Depreciation & Amortisation	423.82	400.13	1270.00	1071.83	1748.92
(e)	Other Expenditure	1509.97	1266.61	4228.97	2847.61	4044.87
(f)	<b>Total</b>	6548.78	5976.32	18026.30	12912.70	12141.33
4.	Profit/(Loss) from Operations before Other Income, interest and Exceptional items (2-3)	(178.23)	(135.90)	(155.85)	(149.47)	(1759.21)
5.	Other Income	8.74	16.49	16.68	44.73	69.94
6.	Profit/(Loss) before interest and Exceptional items (4+5)	(169.09)	(119.41)	(140.57)	(104.74)	(1294.07)
7.	Interest	747.47	847.60	2125.44	1345.70	2632.44
8.	Profit/(Loss) after interest but before Exceptional items (6-7)	(916.56)	(747.09)	(2276.41)	(1450.44)	(3829.75)
9.	Exceptional items	-	-	-	1,318.55	1,318.55
10.	Profit/(Loss) from Ordinary Activities before Tax (8-9)	(916.56)	(757.09)	(2276.41)	(1448.92)	(2516.24)
11.	Tax expense (FRT)	-	-	-	20.21	18.58
12.	Profit/(Loss) from Ordinary Activities after Tax (10-11)	(916.56)	(757.09)	(2276.41)	(1432.71)	(2532.32)
13.	Extraordinary item net of tax expenses	-	-	-	-	-
14.	Net Profit/(Loss) for the period (12-13)	(916.56)	(757.09)	(2276.41)	(1432.71)	(2532.32)
15.	<b>Reserve/Share Capital</b>					
(a)	Equity Share Capital (Face value of Rs.10 each)	8198.43	8635.27	8198.43	8235.27	8798.41
(b)	Preference Share Capital (Face value of Rs.100 each)	11842.52	11842.52	11842.52	11842.52	11842.52
16.	Reserves excluding Revaluation Reserve	-	-	-	-	(21619.37)
17.	Basic/Quoted Earning per Share for the period (Rs.)	11.73	9.95	(2.78)	(17.46)	(36.40)
18.	<b>Public Shareholding</b>					
(a)	Number of Shares	6817648	8881992	6817648	8881992	6817648
(b)	Percentage of Shareholding	73.42%	72.89%	73.42%	72.94%	76.43%
19.	<b>Reserves and Promoter Group Shareholding</b>					
(a)	Reserve Encumbered	-	-	-	-	-
(b)	Number of Shares	2108675	2108675	2108675	2108675	2108675
(c)	Percentage of Shares (as a % of the Total Shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
(d)	Percentage of Shares (as a % of the Paid-up Capital of the Company)	25.67%	27.11%	25.67%	27.11%	29.07%

**Note 1:** The 4 crore secured loan was provided by the Company in April 2009 on credit from the last week of April 2009. The loan was for Rs. 4 crore and was repaid on 10th December 2008. The repayment was made from domestic and export markets encouraging.

**Note 2:** In the last week of the Company, had become negative, the Company has been registered and declared a Sick Industrial Company by the Ministry of Industrial and Financial Reconstruction (MIFR) under the Sick Industrial Companies (Special Provisions) Act, 1985 (SICP).

**Note 3:** **Geographical Information**

(a) Primary (Business) Segment: The operations of the Company relate to only one segment viz. Motor and Two wheelers.

(b) Secondary (Geographical) Segment: Secondary segment reporting is on the basis of geographical location of the customers. The Company's business during the quarter by geographical markets are: Domestic Sales: Rs. 5579.07 Lacs and Export sales: Rs. 497.41 Lacs. General sales, net of inter-entities and capital employed are not given since the production and administrative expenses are common.

**Note 4:** Comments on the Auditor's Quantification relating to the Annual Accounts for the financial year 2008-09

(a) In respect of court cases pending against:

- (i) Lession Symonics Limited and others for recovery of Rs. 145.00 lakhs.
- (ii) Mr. Sada Ram Singhania for recovery of Rs. 11.00 lakhs.

As the matters are sub-judice, the impact, if any, will depend on the adjudication process stands completed.

(b) In respect of recovery of Rs. 1515.12 lakhs from VCCI Limited pending finalisation of action for recovery, the impact, if any, will be given pursuant to such action and results achieved thereon.

(c) In respect of

- (i) Accounting Standard 2 (AS-2), Valuation of Inventory; and
- (ii) Accounting Standard 28 (AS-28), Impairment of Assets.

Both issued by The Institute of Chartered Accountants of India.

- (iii) Non confirmation of balances of some of the sundry debtors, creditors, lenders and loans and advances.
- (iv) Non provision for interest under the Micro, Small and Medium Enterprises Development Act, 2006.

The Company is in process of restructuring / revival of its business under the deptt. of BIFR which, inter alia, includes finalisation of product plan. The process of determining slow moving / non moving / obsolete items of inventory and possible utilisation / Realisation thereof and also determination of impairment of loss, if any, on its assets including capital work in progress and matters relating to Current Assets and Liabilities including interest under the Micro, Small and Medium Enterprises Development Act, 2006 will be undertaken inter alia upon finalisation of the product plan and approval of revival scheme.

(d) In respect of provision of interest on term loans, interest has been charged as per the Multi Partite Agreement.

(e) 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.

**Note 5:** Investors' complaints received and disposed off during the quarter ended 30.06.2010

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

**Note 6:** Previous period figures have been regrouped wherever necessary to make them comparable.

**Note 7:** These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th August, 2010 and the Limited Review of the same has been carried out by the Statutory Auditors of the Company.

For and on behalf of the Board

  
(Deepak Singhania)  
Chairman & Managing Director