



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2011

(Rs. in Lacs)

Sl. No.	Particulars	Second Quarter Ended 30th September		Half Year Ended 30th September		Financial Year for Six Months Ended 31st March
		2011	2010	2011	2010	2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Net Turnover/Income from Operations	4,977.95	5,052.86	9,825.21	10,650.95	8,641.47
2	Expenditure					
	a) (Increase)/Decrease in stock in trade	(442.33)	56.16	(268.09)	21.15	69.03
	b) Cost of Raw Material/services	725.80	2,022.56	1,348.74	5,167.26	2,479.47
	c) Provision for Non moving inventories	-	342.00	-	342.00	389.75
	d) Purchase of Traded goods	2,415.89	2,096.31	5,008.00	3,131.40	3,996.09
	e) Staff Cost	695.82	439.16	1,153.32	851.45	877.11
	f) Administrative and other Overheads	782.38	559.49	1,184.73	1,557.97	1,265.74
	g) Depreciation/Impairment and Amortisation	375.65	637.69	723.00	1,321.08	9,075.21
	h) Bad debts, advances & Miscellaneous balances written off (net)	(272.23)	637.33	(254.69)	654.75	11,115.69
	i) Liquidated damages	18.64	31.84	33.32	48.81	268.87
	Total	4,279.62	6,822.54	8,928.33	13,095.87	29,536.96
3	Profit/(Loss) from operations before other income, interest & exceptional items (1-2)	698.33	(1,769.68)	896.88	(2,444.92)	(20,895.49)
4	Other Income	109.51	254.99	202.27	366.22	1,319.76
5	Profit/(Loss) before interest & exceptional items (3+4)	807.84	(1,514.78)	1,099.15	(2,078.70)	(19,575.73)
6	Interest (net)	774.01	(147.56)	1,541.65	(312.61)	2,535.39
7	Profit/(Loss) after interest but before exceptional items (5-6)	33.83	(1,367.22)	(442.50)	(1,766.09)	(22,111.12)
8	Exceptional items - Expenses / (Income)	(0.81)	(1,967.09)	(0.81)	(1,701.69)	(26,134.77)
9	Profit/(Loss) from ordinary activities before tax (7-8)	34.64	599.87	(441.69)	(64.40)	4,023.65
10	Tax expenses	-	-	-	4.55	2.12
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	34.64	599.87	(441.69)	(68.95)	4,021.53
12	Extraordinary items - expenses / (Income)	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	34.64	599.87	(441.69)	(68.95)	4,021.53
14	Paid-up Equity Share Capital	9,923.95	9,923.95	9,923.95	9,923.95	9,923.95
	Face value of Re. 1/- each	-	-	-	-	22,200.06
15	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	-
16	Earning per Share(Rs) -					
	(a) Before Extraordinary items - Basic	(0.01)	0.10	(0.07)	(0.07)	0.38
	- Diluted	(0.01)	0.10	(0.04)	(0.04)	0.35
	(b) After Extraordinary items - Basic	(0.01)	0.10	(0.07)	(0.07)	0.38
	- Diluted	(0.01)	0.10	(0.04)	(0.04)	0.35
17	Aggregate of public shareholding					
	- Number of shares	512,818,038	512,818,158	512,818,038	512,818,158	512,818,158
	- Percentage of shareholding	51.67	51.67	51.67	51.67	51.67
18	Promoters and promoter group shareholding					
	a) Pledged / encumbered : No. of Shares	1,058,000	1,058,000	1,058,000	1,058,000	1,058,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.22	0.22	0.22	0.22	0.22
	- Percentage of shares (as a % of the total share capital of the company)	0.11	0.11	0.11	0.11	0.11
	b) Non- encumbered : No. of Share	478,243,119	478,242,999	478,243,119	478,242,999	478,242,999
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.78	99.78	99.78	99.78	99.78
	- Percentage of shares (as a % of the total share capital of the company)	48.19	48.19	48.19	48.19	48.19

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 10th November, 2011 and the Statutory Auditors have carried out Limited Review of the same.
- The Auditors Comments in their report on the Annual Accounts for the year 2010-11 and in the Limited Review Report of the quarter under review have been addressed as under:
 - The Company has complied with most of the conditions as stipulated in rework package of CDR. Further all the lenders who have given their in principle approval for rework package to the CDR - EG, have also communicated their sanction to the Company.
 - The Company has made adequate provisions for doubtful debts.
 - The Company obtains the confirmations from sundry debtors, creditors, lenders etc. in ordinary course of business.
 - The Company has received necessary approval from the Central Government for the re-appointment and payment of remuneration to Whole time Directors for the financial year 2007-08, 2008-09 and part financial year of 2009-10 for Rs.2,74,63,608/-.
 However since the financial year 2007-2008, the Company has so far paid Rs. 59,168,701/- as remuneration to Whole time Directors. As the approval of Central Government received is of lesser amount than the actual remuneration paid for the aforesaid period, the excess amount of Rs.31,705,093/- paid continues to be shown as recoverable. The Company is in the process of making representation to the Central Government for seeking their approval to the entire amount of remuneration paid to them.
- Status of investors' complaints during the quarter ended 30th September, 2011:- Pending at the beginning : Nil; Received : 6; Disposed of : 6; 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: 10th November, 2011

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sl. No.	Particulars	Second Quarter Ended 30th September		Half Year Ended 30th September		Financial Year for Six Months Ended 31st March
		2011	2010	2011	2010	2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Segment Revenue					
	a) Telecom Products	890.12	4,429.92	1,945.77	8,218.40	2,773.51
	b) Turnkey Contracts and Services	4,087.83	622.94	7,879.44	2,432.55	5,867.96
	c) Others	-	-	-	-	-
	Total	4,977.95	5,052.86	9,825.21	10,650.95	8,641.47
	Less: Inter segment revenue	-	-	-	-	-
	Net Sales/Income from Operations	4,977.95	5,052.86	9,825.21	10,650.95	8,641.47
2.	Segment Results Profit/(Loss) before tax and interest for each segment					
	a) Telecom Products	(680.34)	359.59	(1,378.54)	(792.49)	(9,883.03)
	b) Turnkey Contracts and Services	1,486.00	203.03	2,468.77	747.93	510.13
	c) Others	-	-	-	-	-
	Total	805.66	562.62	1,090.23	(44.56)	(8,172.90)
	Less: i) Interest	774.01	(147.56)	1,541.65	(312.61)	2,535.39
	ii) Other un-allocable expenditure net of un-allocable income	(2.99)	110.31	(9.73)	332.45	(14,731.94)
	Total Profit before Tax	34.64	599.87	(441.69)	(64.40)	4,023.65
3.	Capital Employed					
	a) Telecom Products	30,962.24	9,336.28	30,962.24	9,336.28	33,036.32
	b) Turnkey Contracts and Services	8,249.31	6,589.18	8,249.31	6,589.18	6,771.59
	c) Others	-	-	-	-	-
	Total capital employed in segments	39,211.55	15,925.46	39,211.55	15,925.46	39,806.91
	Add: Un-allocable corporate assets less liabilities	520.77	5,059.74	520.77	5,059.74	367.10
	Total capital employed in Company	39,732.32	20,985.20	39,732.32	20,985.20	40,174.01

A Statement of Assets and Liabilities as at the end of 30th September, 2011

(Rs. in Lacs)

Particulars	As at 30th September	As at 30th September	As at 31st March
	2011	2010	2011
	(Unaudited)	(Audited)	(Audited)
SHAREHOLDERS FUNDS :			
a) Capital	17,973.95	12,677.95	17,973.95
b) Equity share pursuant to scheme	-	5,286.00	-
c) Reserve and Surplus	21,758.37	3,011.25	22,200.96
LOANS FUNDS			
Loans pending conversion into equity	24,303.01	105,537.88	38,845.91
TOTAL	103,140.68	126,523.08	103,372.34
APPLICATION OF FUNDS :			
FIXED ASSETS			
INVESTMENTS	10,864.14	18,939.39	10,464.49
CURRENT ASSETS, LOANS AND ADVANCES			
(a) Inventories	3,832.63	3,896.40	3,481.28
(b) Sundry Debtors	31,281.16	42,190.89	33,289.51
(c) Cash and Bank Balances	5,786.27	12,167.46	7,499.98
(d) Other current assets	2,534.13	1,606.01	2,365.33
(e) Loans and Advances	14,585.41	20,681.01	13,030.91
	58,019.60	80,543.77	59,676.01
Less : Current Liabilities and Provisions			
(a) Liabilities	69,030.64	79,272.25	70,054.31
(b) Provisions	144.79	148.63	148.17
	(1,155.83)	1,122.89	(10,524.47)
TOTAL	103,140.68	126,523.08	103,372.34

By order of the Board
(Mahendra Nahata)
Managing Director

