

**Unaudited Financial Results for the Quarter ended 31<sup>st</sup> December, 2014**

							(₹ in Lacs)
		Quarter ended			Nine months ended		6 month period ended
		31.12.14	30.09.14	31.12.13	31.12.14	31.12.13	31.03.14
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>Part I</b>							
<b>Particulars</b>							
1	<b>Income from Operations</b>						
	a) Net Sales / Income from Operations	15	607	8674	1427	28214	17953
	b) Other Operating Income	-	3	140	76	430	325
	<b>Total income from Operations (Net)</b>	<b>15</b>	<b>610</b>	<b>8814</b>	<b>1503</b>	<b>28644</b>	<b>18278</b>
2	<b>Expenses</b>						
	a) Cost of materials consumed	15	499	6412	999	20717	11252
	b) Purchase of Traded Goods	13	39	760	89	2222	2465
	c) (Increase)/ Decrease in Finished Goods, Stock-in-Trade and Work-in-Progress	12	12	52	242	(1019)	1220
	d) Employee Benefits Expense	986	161	2220	2295	6891	4370
	e) Depreciation and Amortisation Expense	52	51	407	159	1258	844
	f) Other Expenses	268	330	1654	995	6242	3447
	<b>Total Expenses</b>	<b>1346</b>	<b>1092</b>	<b>11505</b>	<b>4779</b>	<b>36311</b>	<b>23598</b>
3	Profit /(Loss) from Operations before Other Income, Finance costs & Exceptional items (1-2)	(1331)	(482)	(2691)	(3276)	(7667)	(5320)
4	Other Income	348	110	395	555	636	619
5	Profit / (Loss) before Finance costs & Exceptional items (3+4)	(983)	(372)	(2296)	(2721)	(7031)	(4701)
6	Finance Costs	214	197	394	613	1554	5644
7	Profit/ (Loss) after Finance Costs but before Exceptional items (5-6)	(1197)	(569)	(2690)	(3334)	(8585)	(10345)
8	Exceptional items	-	-	1139	-	4306	10275
9	Profit/ (Loss) before Tax (7+8)	(1197)	(569)	(1551)	(3334)	(4279)	(70)
10	Tax Expenses						
	a) Current Tax	-	-	-	-	-	237
	b) Deferred Tax	-	-	-	-	247	-
	c) Tax provision for earlier years (Net)	-	-	-	-	-	-
11	Net Profit / (Loss) after tax before Minority interest & Share of Profit / (Loss) of Associate (9-10)	(1197)	(569)	(1551)	(3334)	(4032)	(307)
12	Paid-up Equity Share Capital* (Face value = Rs.5)	10433	10433	9239	10433	9239	9239
13	Reserves (excl. Revaluation Reserves)						(13470)
14	Earnings per share (not annualised)						
	a) Basic (Rs.)	-0.57	-0.31	-0.84	-1.73	-2.18	-0.17
	b) Diluted (Rs.)	-0.57	-0.31	-0.84	-1.73	-2.18	-0.17
	* Excluding amount in respect of forfeited shares						
<b>Part II</b>							
<b>A Particulars of Shareholding</b>							
1	Public Shareholding						
	- Number of Shares	141186039	141186039	117298739	141186039	117298739	117298739
	- Percentage of Shareholding	67.66%	67.66%	63.48%	67.66%	63.48%	63.48%
2	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	- Number of Shares	26271854	26271854	26271854	26271854	26271854	26271854
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	38.94%	38.94%	38.94%	38.94%	38.94%	38.94%
	- Percentage of Shares (as a % of the total share capital of the company)	12.59%	12.59%	14.22%	12.59%	14.22%	14.22%
	b) Non-encumbered						
	- Number of Shares	41201400	41201400	41201400	41201400	41201400	41201400
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	61.06%	61.06%	61.06%	61.06%	61.06%	61.06%
	- Percentage of Shares (as a % of the total share capital of the company)	19.75%	19.75%	22.30%	19.75%	22.30%	22.30%

<b>Particulars</b>		<b>Quarter ended 31.12.2014</b>
<b>B</b>	<b>Investor Complaints</b>	
	Pending at the beginning of the quarter	Nil
	Received during the quarter	12
	Disposed of during the quarter	12
	Remaining unresolved at the end of the quarter	Nil

**Notes:**

- 1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7<sup>th</sup> February 2015.
- 2) The above results of earlier periods include profit/(loss) from discontinued operation i.e “Chennai Car Plant” of the Company, which was sold to HMFCL w.e.f 30<sup>th</sup> March 2014 pursuant to Business Transfer Agreement. The details are as below:

(₹ in Lacs)

Particulars	Quarter ended			Nine months ended		1.10.2013 to
	31.12.14	30.09.14	31.12.13	31.12.14	31.12.13	29.03.2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Income from Operations</b>						
a) Net Sales / Income from Operations	-	-	5856	-	19990	13009
b) Other Operating Income	-	-	105	-	278	243
<b>Total income from Operations (Net)</b>	-	-	<b>5961</b>	-	<b>20268</b>	<b>13252</b>
<b>2 Expenses</b>						
a) Cost of materials consumed	-	-	4877	-	14998	8380
b) Purchase of Traded Goods	-	-	444	-	1190	1958
c) (Increase) / Decrease in Finished Goods, Stock-in-Trade and Work-in-Progress	-	-	(669)	-	(1033)	(166)
d) Employee Benefits Expense	-	-	522	-	1626	757
e) Depreciation and Amortisation Expense	-	-	307	-	963	591
f) Other Expenses	-	-	1008	-	3748	2060
<b>Total Expenses</b>	-	-	<b>6489</b>	-	<b>21492</b>	<b>13580</b>
3 Profit /(Loss) from Operations before Other Income, Finance costs & Exceptional items (1-2)	-	-	(528)	-	(1224)	(328)
4 Other Income	-	-	285	-	345	327
5 Profit/ (Loss) before Finance costs & Exceptional items (3+4)	-	-	(243)	-	(879)	(1)
6 Finance Costs	-	-	132	-	444	202
7 Profit/ (Loss) after Finance Costs but before Exceptional items (5-6)	-	-	(375)	-	(1323)	(203)
8 Exceptional items	-	-	-	-	-	-
9 Profit/ (Loss) before Tax (7+8)	-	-	(375)	-	(1323)	(203)
10 Tax Expenses (including deferred tax)	-	-	-	-	(213)	-
11 Net Profit / (Loss) for the period (9-10)	-	-	(375)	-	(1110)	(203)

- 3) a) Exceptional items represent profit on sale of CCP unit and non-current investments.  
b) There were no extraordinary items during the respective periods reported above.
- 4) As the accumulated losses of the Company at the end of the financial year ended 30<sup>th</sup> September, 2013 exceeded its entire net worth, the Company has made reference to the Board for Industrial and Financial Reconstruction (BIFR) under Section 15 of the Sick Industrial Companies (Special Provisions) Act, 1985. The reference has been registered by BIFR.
- 5) The operating results have been adversely affected due to adverse market conditions and the accumulated losses of the Company as at 31<sup>st</sup> March 2014 (being the last audited financial statements) stand at ₹ 15200 lacs as against the share capital of ₹ 9247 lacs. Also current liabilities as at 31<sup>st</sup> March 2014 exceed current assets by ₹ 8771 lacs. The Company has also declared “Suspension of work” at its Uttarpara plant w.e.f. 24<sup>th</sup> May 2014 & layoff at its Pithampur plant w.e.f. 4<sup>th</sup> December, 2014 (refer note 6 below). These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern, which is dependent on the Company establishing profitable operations and sustainable cash flows. The Management is in the process of restructuring the operations including rationalizing the costs. The Management believes that these measures may result in sustainable cash flows and accordingly, the Company continues to prepare its accounts on a “Going Concern” basis. The Auditors in their audit report for the period ended 31<sup>st</sup> March 2014 had also given Emphasis of Matter on above.
- 6) Due to low productivity, growing indiscipline, shortage of funds and lack of demand of products, the management has declared “Suspension of work” at Company’s Uttarpara Plant with effect from 24<sup>th</sup> May 2014. The Company has also declared layoff at its Pithampur plant with effect from 4<sup>th</sup> December, 2014 due to lack of orders. Consequently, current quarter’s financial results are not comparable with financial results of earlier periods.  
Based on legal opinion obtained, the employees and workmen, falling under the purview of “Suspension of work” at Uttarpara plant, are not entitled to any salary & wages during that period and accordingly the Company has not provided for such salary & wages.  
Further, in view of the consequent employee agitations, the management does not have access to certain books, records and other underlying source documents in relation to operational and financial matters. In the absence of such records, material consumption for production during the quarter / nine months have been considered based on standard consumption norms. However, based on the present scale of operations of the Company at Uttarpara, the management believes that the impact thereof, if any, is not expected to be material on current quarter’s and nine months financial results.
- 7) During the quarter, the Company reached a compensation settlement with the permanent employees/workmen of the Company through a Voluntary Retirement Scheme (VRS). Out of the total compensation, an amount of Rs.390.50 Lacs has been charged in the quarter under review included in employee benefit expenses and balance Rs.390.50 Lacs will be charged in the quarter ended 31<sup>st</sup> March 2015.

- 8) As the Company's business activity falls within a single primary business segment, viz., "Automobiles" and there is no reportable secondary segment i.e. geographical segment, the disclosure requirement of Accounting Standard-17 "Segment Reporting" as notified by Companies (Accounting Standards) Rules, 2006 (as amended) is not applicable.
- 9) Effective from 1<sup>st</sup> April 2014, the Company has charged depreciation based on the revised remaining useful lives of the assets as per the requirement of Schedule II of the Companies Act, 2013. Due to above, depreciation charge for the quarter ended 31<sup>st</sup> December 2014, is lower by ₹ 33.15 lacs.
- 10) Prior period figures have been re-grouped / rearranged, wherever necessary.

**By Order of the Board**

Place: Kolkata  
Dated: 7<sup>th</sup> February, 2015

**Uttam Bose**  
**Director**