

**UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2012**

**SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT
FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER 2012**

PART I		(₹ in Crores)					
Sl. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		Unaudited			Unaudited		Audited
		30-09-2012	30-06-2012	30-09-2011	30-09-2012	30-09-2011	31-03-2012
1.	Income from Operations						
	a) Net sales/Income from Operations (Net of excise duty)	439.77	384.30	319.17	824.07	598.67	1423.99
	b) Other Operating Income	0.24	0.29	0.11	0.53	0.28	0.62
	Total Income from operation (Net)	440.01	384.59	319.28	824.60	598.95	1424.61
2.	Expenses						
	a) Cost of materials consumed	227.77	203.65	181.43	431.42	321.12	694.47
	b) Purchase of stock -in-trade	-	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in- progress and stock in trade	5.45	(47.24)	(12.44)	(41.79)	(20.35)	4.45
	d) Employee benefits expenses	13.45	13.55	10.71	27.00	22.01	47.16
	e) Depreciation & Amortisation expenses	15.70	16.00	14.04	31.70	27.78	57.93
	f) Power & Fuel (Net of Interdivisional Purchases)	28.32	30.42	19.80	58.74	48.35	105.35
	g) Other Expenses	96.91	81.11	75.63	178.02	141.92	331.37
	Total expenses	387.60	297.49	289.17	685.09	540.83	1240.73
3.	Profit from Operations before Other Income, finance costs & Exceptional Items	52.41	87.10	30.11	139.51	58.11	183.88
4.	Other Income	3.05	2.35	3.78	5.40	6.32	16.79
5.	Profit from ordinary activities before finance costs & Exceptional Items	55.46	89.45	33.90	144.91	64.45	200.67
6.	Finance costs	15.73	15.63	7.79	31.36	15.69	40.68
7.	Profit from ordinary activities after finance costs but before Exceptional Items	39.73	73.82	26.10	113.55	48.75	159.99
8.	Exceptional Items - Foreign Exchange Gain/ (Loss)	3.61	(48.42)	(11.55)	(44.81)	(9.19)	(92.85)
9.	Profit from Ordinary Activities before Tax	43.34	25.40	14.55	68.74	39.56	67.14
10.	Tax expenses						
	– Current (Net)	6.69	2.17	1.01	8.86	6.26	6.66
	– Earlier Year(s)	0.74	-	0.00	0.74	0.00	(1.84)
11.	Net Profit from Ordinary Activities after Tax	35.91	23.23	13.54	59.14	33.30	62.32
12.	Paid -Up Equity Capital (Face Value ₹ 10/- per share)	39.96	39.96	40.44	39.96	40.44	39.96
13.	Reserves (Excl. Revaluation Reserves)	-	-	-	-	-	722.27
14.	Earning Per Share (₹) - Basic	8.99	5.81	3.29	14.80	8.08	15.34
	(not annualised) - Diluted	8.99	5.81	3.29	14.80	8.08	15.34
15.	Debenture Redemption Reserve (Cumulative)	25.07	25.07	4.75	25.07	4.75	25.07
16.	Debt Equity Ratio	0.62	0.69	0.51	0.62	0.51	0.63
17.	Debt Service Coverage Ratio (DSCR)	3.08	2.47	3.61	2.77	3.25	1.56
18.	Interest Service Coverage Ratio (ISCR)	4.75	3.65	4.67	4.20	5.29	4.07

PART II

A PARTICULARS OF SHAREHOLDING							
1.	Public Shareholding						
	– Number of Shares	16,855,206	17,120,425	18,101,970	16,855,206	18,101,970	17,273,684
	– Percentage of Shareholding	42.18	42.84	44.70	42.18	44.70	43.23
2.	Promoters and Promoter Group Shareholding						
	(a) Pledged/Encumbered						
	– Number of Shares	-	-	-	-	-	-
	– Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	– Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-encumbered						
	– Number of Shares	23,103,936	22,838,717	22,396,372	23,103,936	22,396,372	22,685,458
	– Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
	– Percentage of Shares (as a % of the total share capital of the company)	57.82	57.16	55.30	57.82	55.30	56.77
B INVESTOR COMPLAINTS		Quarter ended 30th Sept 2012					
	– Pending at the beginning of the quarter	Nil					
	– Received during the quarter	10					
	– Disposed off during the quarter	10					
	– Remaining unresolved at the end of the quarter	Nil					

Notes:

- The figures of the corresponding previous period / year have been regrouped / recast wherever considered necessary to correspond to current period / year classification.
- The above unaudited financial results have been subjected to a Limited Review by the Statutory Auditors of the Company and reviewed by the Audit Committee and approved & taken on record by the Board at their respective meetings held on the 25th October, 2012.
- Operation of Tawa Hydel Power Unit is seasonal in nature & is expected to operate at higher capacity utilisation in the remaining two quarters.
- The ratios in item nos 16 to 18 above have been calculated as follows 1) Debt equity ratio= Term debt/Equity 2) DSCR=EBDI but after tax/(Interest+Principal repayment) 3) ISCR= EBITD/Interest.

		(₹ in Crores)					
Sl. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		Unaudited			Unaudited		Audited
		30-09-2012	30-06-2012	30-09-2011	30-09-2012	30-09-2011	31-03-2012
A	Segment Revenue						
	Graphite	430.17	380.76	312.98	810.93	590.31	1394.66
	Power	67.73	56.20	56.69	123.93	97.62	216.43
	Others	0.06	0.05	0.01	0.11	0.04	0.12
	Total	497.96	437.01	369.68	934.97	687.97	1611.21
	Less: Inter segment sales	57.95	52.42	50.40	110.37	89.02	186.60
	Net Sales / Income from Operations	440.01	384.59	319.28	824.60	598.95	1424.61
B	Segment Results						
	Earning before tax & interest from each segment						
	Graphite	31.28	66.44	20.10	97.72	42.44	142.35
	Power	23.08	21.34	12.28	44.42	18.88	48.71
	Others	1.10	1.67	1.51	2.77	3.14	9.61
	Total	55.46	89.45	33.90	144.91	64.46	200.67
	Less:						
	Finance cost	15.73	15.63	7.79	31.36	15.69	40.68
	Exceptional Item - Foreign Exchange Gain/(Loss)	3.61	(48.42)	(11.55)	(44.81)	(9.19)	(92.85)
	Total Profit Before Tax	43.34	25.40	14.55	68.74	39.56	67.14
C	Capital Employed						
	Graphite	1077.23	1042.22	804.11	1077.23	804.11	936.15
	Power	210.02	210.47	227.64	210.02	227.64	216.73
	Unallocable / Others	84.52	88.12	77.28	84.52	77.28	87.66
	Total	1371.77	1340.81	1109.03	1371.77	1109.03	1240.54

STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2012

		(₹ in Crores)	
Particulars		As at	Year Ended
		30-09-2012	31-03-2012
		(Unaudited)	(Audited)
A	EQUITY AND LIABILITIES		
1.	Shareholders Funds		
	(a) Share Capital	39.96	39.96
	(b) Reserves and Surplus	807.67	722.27
	Sub-total-Shareholders funds	847.63	762.23
2.	Minority Interest		
3.	Non-current liabilities		
	(a) Long-term borrowings	347.78	352.74
	(b) Deferred tax liabilities (net)	79.49	78.66
	(c) Other long term liabilities	2.08	2.06
	(d) Long-term provisions	2.38	2.24
	Sub-total-Non-current liabilities	431.73	435.70
4.	Current liabilities		
	(a) Short-term borrowings	875.10	790.69
	(b) Trade Payables	119.83	102.67
	(c) Other current liabilities	301.13	215.76
	(d) Short term provisions	10.23	51.42
	Sub-total-current liabilities	1306.28	1160.53
	TOTAL EQUITY AND LIABILITIES	2585.64	2358.45
B	ASSETS		
1.	Non-current assets		
	(a) Fixed assets	893.72	873.72
	(b) Non- current investments	68.46	68.46
	(c) Long-term loans and advances	89.30	81.48
	(d) Other non-current assets	16.83	1.26
	Sub-total-non-current assets	1068.32	1024.92
2.	Current assets		
	(a) Current Investment	12.26	0.25
	(b) Inventories	648.76	618.81
	(c) Trade receivables	606.61	490.68
	(d) Cash and cash equivalents	37.25	17.98
	(e) Short- term loans and advances	162.74	142.85
	(f) Other Current assets	49.71	62.96
	Sub-total-current assets	1517.33	1333.53
	TOTAL-ASSETS	2585.64	2358.45

- Reserves and Surplus include Hedging Reserve towards adverse foreign currency fluctuation of ₹ 0.65 crores.
- The Company has exercised the option made available by the Notification dated 29th December 2011 issued by the Ministry of Company Affairs. Accordingly, an amount of ₹ 9.03 crores being exchange difference arising on reporting of Long Term Foreign Currency Loans available for acquisition of depreciable fixed assets have been taken to respective assets/capital work-in-progress account during the current financial year.

For HEG Limited

Dated : 25th October, 2012
Place : Noida

Ravi Jhunjunhwal
Chairman & Managing Director