



SANGHVI

FORGING & ENGINEERING LTD.

Regd Office :244/6-7, G.I.D.C Industrial Estate, Waghodia -391760

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2011.

(Rs. in Lacs)

| Sr No. | Particular | Quarter ended | Quarter ended | Nine Month Ended | Year ended | |
|--------|------------|--|----------------------------------|----------------------------------|-----------------------------|----------------|
| | | December 31,2011 (Unaudited) | September 30,2011 (Unaudited) | Decemebr 31, 2011 (Unaudited) | March 31,2011 (Audited) | |
| 1 | a. | Net Sales/Income from Operations | 1329.62 | 1188.44 | 3247.46 | 3858.93 |
| | b. | Other Operating Income | 50.95 | 45.48 | 134.44 | 128.89 |
| | | Total | 1380.58 | 1233.92 | 3381.91 | 3987.82 |
| 2 | | Total Expenditure | | | | |
| | a. | (Increase)/ Decrease in stock in trade | 84.86 | (312.42) | (297.97) | (205.25) |
| | b. | Consumption of Raw Materials | 738.21 | 1096.19 | 2304.08 | 2443.10 |
| | c. | Manufacturing Expenses | 174.77 | 127.44 | 406.21 | 469.92 |
| | d. | Employee Cost | 55.75 | 49.33 | 152.02 | 170.64 |
| | e. | Depreciation | 18.28 | 17.56 | 52.70 | 64.88 |
| | f. | Other Expenditure | 101.21 | 54.05 | 239.41 | 307.30 |
| | | Total | 1173.08 | 1032.15 | 2856.45 | 3250.59 |
| 3 | | Profit from Operations before Other Income and Interest (1-2) | 207.50 | 201.77 | 525.53 | 737.23 |
| 4 | | Other Income | 4.89 | 14.26 | 20.03 | 24.61 |
| 5 | | Profit before Interest and Tax (3+4) | 212.39 | 216.03 | 547.57 | 761.84 |
| 6 | | Interest/Finance Charges-(Net) | 53.41 | 32.65 | 113.80 | 155.50 |
| 7 | | Profit/(Loss) from Ordinary Activities Before Tax (5-6) | 159.06 | 183.38 | 431.77 | 606.34 |
| 8 | | Tax Expenses | 52.84 | 58.21 | 139.58 | 212.85 |
| 9 | | Profit/(Loss) from Ordinary Activities After Tax (7-8) | 106.22 | 125.17 | 292.19 | 393.49 |
| 10 | | Extraordinary Items (Net of Tax) | - | - | - | - |
| 11 | | Profit/(Loss) for the period (9-10) | 106.22 | 125.17 | 292.19 | 393.49 |
| 12 | | Paid up Equity Share Capital (Face Value of Rs.10) | 1269.23 | 1269.23 | 1269.23 | 799.20 |
| 13 | | Reserves excluding Revaluation Reserve as per Balancesheet of previous accounting period | - | - | - | 1068.61 |
| 14 | | Earning per Share (EPS) (Rs.10 per Share) (Not Annualised) | | | | |
| | | -Basic and Diluted EPS before and after Extraordinary Items | 0.84 | 1.02 | 2.45 | 5.09 |
| 15 | | Public Shareholding | | | | |
| | a) | Number of shares | 5486643 | 5486643 | 5486643 | 786419 |
| | b) | Percentage of shareholding | 43.23 | 43.23 | 43.23 | 9.84 |
| 16 | | Promoters and Promoters Group Shareholding | | | | |
| | a. | Pledged/Encumbered 5 | | | | |
| | | No of Shares | 444975 | NIL | 444975 | 1339140 |
| | | Percentage of Shares (as a % of the total Shareholding of Promoters and Promoters Group) | 6.18 | NIL | 6.18 | 18.58 |
| | | Percentage of Shares (as a % of the total Share capital of the Company) | 3.51 | NIL | 3.51 | 16.76 |
| | b. | Non-Encumbered | | | | |
| | | No of Shares | 6760649 | 7205624 | 6760649 | 5866484 |
| | | Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group) | 93.82 | 56.77 | 93.82 | 81.42 |
| | | Percentage of Shares (as a % of the total Share capital of the Company) | 53.26 | 56.77 | 53.26 | 73.40 |

Notes:

- 1 The above unaudited financial results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 13th February, 2012.
- 2 The above unaudited financial results are subjected to limited review of Statutory Auditors.
- 3 As the Company has identified the "Forging and Fitting " as the only primary reportable Segment , therefore disclosure requirement of the Accounting Standard (AS) 17 "Segment Reporting "prescribed by companies (Accounting Standards) Rules 2006 are not Applicable.
- 4 State Bank of India has vide its letter dated April 11, 2011, revoked the pledge on 1339140 equity shares created in their favour by the Promoters of the Company ("the said Shares"), on the condition that the said Shares would be re-pledged to them after listing of the Equity Shares of the Company on the Stock Exchanges but before the disbursement of the term loan as per the Sanction Letter dated September 20, 2010. The release of pledge on the said Shares by the Bank is made for the purpose of facilitating the Company to comply with Regulation 36 of the SEBI Regulations. Out of 1339140 equity shares, the company has repledged 444975 equity shares and the repledge procedure of remaining 894165 equity shares is in progress.
- 5 The details of utilization of proceeds of Initial Public Offer(IPO) as required by clause 43 of the Listing Agreement is as under:

| Particulars | Amount (Rs. In Lacs)(Proposed in Prospectus) | Actual Utilization till 31st December 2011(Rs in Lacs) | Balance to be utilised/(Overutilised) (Rs. In Lacs) |
|--------------------|---|--|--|
| For New Project | 4250 | 2945.00 | 1305.00 |
| Issue Expenses | 300 | 396.71 | -96.71 |
| Bank Term Loan | 7200 | 3853.00 | 3347.00 |

- 6 There was no shareholder grievances pending during the quarter ended 31st December, 2011.
- 7 Since this is the third quarter, post listing of Equity Shares of the Company, the comparative figures for the corresponding
- 8 The figures have been regrouped or re arranged wherever necessary.

For and on behalf of the Board of Directors

Vadodara
13/02/2012

sd/-
Jayanti B. Sanghvi
Managing Director