



# HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2008

(Rs. in Lacs)

Sl. No.	Particulars	Fourth Quarter Ended 31st March		Financial year Ended 31st March	
		2008	2007	2008	2007
		(Un-audited)	(Un-audited)	(Audited)	(Audited)
1.	Net Turnover/Income from Operations	7,443.82	35,070.05	36,561.18	113,905.33
	Less: returns of earlier quarter	(1,601.99)	-	(1,601.99)	-
2.	Other Income	80.34	353.93	164.60	566.78
3.	Total Income (1+2)	<b>5,922.17</b>	<b>35,423.98</b>	<b>35,123.79</b>	<b>114,472.11</b>
4.	Expenditure				
	a) (Increase)/Decrease in stock in trade	(241.15)	1,032.83	284.08	1,064.56
	b) Cost of Raw Material/services	2,181.06	9,450.02	11,508.16	38,020.33
	c) Purchase of Traded goods	5,213.94	15,884.00	17,770.94	47,517.50
	d) Staff Cost	576.21	661.80	2,387.44	2,480.14
	e) Depreciation and Amortisation	770.26	707.10	2,716.22	2,607.63
	f) Non moving inventories written off	678.87	-	678.87	-
	g) Administrative and other Overheads	7.44	1,434.89	2,689.38	4,417.84
	h) Provision for doubtful debts	4,972.17	-	4,972.17	2,430.34
	<b>Total</b>	<b>14,158.80</b>	<b>29,170.64</b>	<b>43,007.26</b>	<b>98,538.34</b>
5.	Interest and Finance Charges	1,881.64	942.11	6,937.27	3,960.30
6.	Exceptional and non recurring items	(408.81)	57.03	189.67	111.57
7.	<b>Profit/(Loss) from ordinary activities before tax (3) - (4+5+6)</b>	<b>(9,709.46)</b>	<b>5,254.20</b>	<b>(15,010.41)</b>	<b>11,861.90</b>
8.	Provision for Taxation/FBT including for earlier years	20.17	1,013.37	44.45	856.76
9.	<b>Net Profit/(Loss) after from ordinary activities after tax (7-8)</b>	<b>(9,729.63)</b>	<b>4,240.83</b>	<b>(15,054.86)</b>	<b>11,005.14</b>
10.	Paid-up Equity Share Capital (Face value of Rs.10 each)	44,279.05	44,279.05	44,279.05	44,279.05
11.	Reserves excluding Revaluation Reserve	-	-	(4,172.00)	13,651.15
12.	Earning per Share(Rs) -				
	- Basic	(2.23)	0.94	(3.52)	2.57
	- Diluted	(2.23)	0.94	(3.52)	2.57
13.	Aggregate of public shareholding				
	- Number of shares	433,148,518	432,618,318	433,148,518	432,618,318
	- Percentage of shareholding	97.82	97.70	97.82	97.70

## SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Particulars	Fourth Quarter Ended 31st March		Financial year Ended 31st March	
	2008	2007	2008	2007
	(Un-audited)	(Un-audited)	(Audited)	(Audited)
<b>1. Segment Revenue</b>				
a.Telecom Products	201.49	10,922.11	17,598.43	54,703.67
b.Turnkey Contracts and Services	5,640.34	23,862.07	17,360.76	56,416.42
c.Others	-	285.87	-	2,785.24
<b>Total</b>	<b>5,841.83</b>	<b>35,070.05</b>	<b>34,959.19</b>	<b>113,905.33</b>
Less:Inter segment revenue	-	-	-	-
<b>Net Sales/Income from Operations</b>	<b>5,841.83</b>	<b>35,070.05</b>	<b>34,959.19</b>	<b>113,905.33</b>
<b>2. Segment Results</b>				
a.Telecom Products	(7,906.36)	1,018.61	(8,668.60)	3,626.79
b.Turnkey Contracts and Services	31.23	4,453.36	1,078.58	11,499.75
c.Others	-	17.05	-	78.48
<b>Total</b>	<b>(7,875.13)</b>	<b>5,489.02</b>	<b>(7,590.02)</b>	<b>15,205.02</b>
Less: i. Interest and Finance charges	1,881.64	942.11	6,937.27	3,960.30
ii. Other un-allocable expenditure net off un-allocable income	(47.31)	(707.29)	483.12	(617.18)
<b>Profit before Tax</b>	<b>(9,709.46)</b>	<b>5,254.20</b>	<b>(15,010.41)</b>	<b>11,861.90</b>
<b>3. Capital Employed</b>				
a.Telecom Products	30,331.31	66,619.00	30,331.31	39,146.43
b.Turnkey Contracts and Services	9,254.97	24,428.68	9,254.97	9,922.18
c.Others	-	541.96	-	541.96
Total capital employed in segments	39,586.28	91,589.64	39,586.28	49,610.57
Add: Un-allocable corporate assets less liabilities	8,570.78	(23,133.12)	8,570.78	16,369.64
<b>Total capital employed in Company</b>	<b>48,157.06</b>	<b>68,456.52</b>	<b>48,157.06</b>	<b>65,980.21</b>

### 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 30th June, 2008.
- Status of investors complaints during the quarter ended 31st March, 2008.  
Pending at the beginning NIL; Received 4; Disposed off 4; Pending at the end Nil.  
Investors Relation Contact : investor@hfcl.com
- Audit Qualifications
  - The Company has in terms of the CDR package, provided for interest on ballooning basis @ 4.5% per annum instead of on YTM basis i.e. @ 8.5% per annum, whereby the loss for the year is lower by Rs.79,317,839/-(Cumulative amount Rs.308,719,243/- previous year Rs. 229,401,404/-).
  - The sundry debtors outstanding for a long period, pending confirmation from them, we are unable to express our opinion on adequacy of the provision made for doubtful debts by the Company.
  - Balances of some of sundry debtors, creditors, lenders and loans and advances are subject to confirmation.
  - The Company has paid remuneration to managerial personnel during the year for which approval of Central Government is yet to be obtained.
- Management Comments
  - The provision of interest has been made as per CDR approved package.
  - The Company has made a adequate provision for doubtful debts.
  - Company obtains the confirmations in ordinary course of business.
  - The Company is seeking necessary approval from the Central Government for the remuneration paid to the managerial personnel during the year.
- Since the annual audited accounts of its subsidiary companies are yet to be finalised, the consolidated accounts of the Company have not been prepared. The Company shall place before the board and publish the consolidated results later on once its accounts are consolidated on receipt of the audited accounts of its subsidiaries.
- Figures of the previous periods have been regrouped/rearranged wherever considered necessary.

By Order of the Board

Place: New Delhi  
Date : 30<sup>th</sup> June, 2008

(MAHENDRA NAHATA)  
Managing Director