



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 31ST DECEMBER, 2008

(Rs. in Lacs)

Sl. No.	Particulars	Third Quarter Ended 31st December		Nine Months Ended 31st December		Financial Year Ended 31st March, 2008
		2008	2007	2008	2007	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	Net Turnover/Income from Operations	3,653.15	8,950.93	10,330.50	29,117.37	34,959.19
2	Expenditure					
	a) (Increase)/Decrease in stock in trade	414.91	302.72	1,066.78	525.23	284.08
	b) Cost of Raw Material/services	1,574.45	5,049.10	4,575.82	9,327.10	11,508.16
	c) Non moving inventories written off	-	-	-	-	678.87
	d) Purchase of Traded goods	236.53	933.08	1,927.86	12,557.00	17,770.94
	e) Staff Cost	494.42	682.75	1,606.54	1,811.23	2,387.44
	f) Depreciation and Amortisation	653.59	642.41	1,954.03	1,945.96	2,716.22
	g) Administrative and other Overheads	430.63	1,047.47	1,478.72	2,681.94	2,743.17
	h) Provision for doubtful debts	-	-	-	-	4,972.17
	Total	3,804.53	8,657.53	12,609.75	28,848.46	43,061.05
3	Profit/(Loss) from operations before other income, interest & exceptional items	(151.38)	293.40	(2,279.25)	268.91	(8,101.86)
4	Other Income	0.68	13.48	491.07	84.26	164.60
5	Profit/(Loss) before interest & exceptional items	(150.70)	306.88	(1,788.18)	353.17	(7,937.26)
6	Interest	2,486.21	1,795.04	7,161.17	5,055.63	6,937.27
7	Profit/(Loss) after interest but before exceptional items	(2,636.91)	(1,488.16)	(8,949.35)	(4,702.46)	(14,874.53)
8	Exceptional items (refer note no. 4)	1,932.53	318.52	3,050.66	598.48	135.88
9	Profit/(Loss) from ordinary activities before tax	(4,569.44)	(1,806.68)	(12,000.01)	(5,300.94)	(15,010.41)
10	Tax expenses - Fringe benefit tax	13.80	14.48	29.89	24.28	44.45
11	Net Profit/(Loss) from ordinary activities after tax	(4,583.24)	(1,821.16)	(12,029.90)	(5,325.22)	(15,054.86)
12	Paid-up Equity Share Capital (Face value of Rs.10 each)	44,279.05	44,279.05	44,279.05	44,279.05	44,279.05
13	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	-	-	(4,172.00)
14	Earning per Share(Rs) -					
	- Basic	(1.06)	(1.23)	(2.81)	(1.29)	(3.52)
	- Diluted	(1.06)	(1.23)	(2.81)	(1.29)	(3.52)
15	Aggregate of public shareholding					
	- Number of shares	433,148,518	433,139,518	433,148,518	433,139,518	433,148,518
	- Percentage of shareholding	97.82	97.82	97.82	97.82	97.82

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sl. No.	Particulars	Third Quarter Ended 31st December		Nine Months Ended 31st December		Financial Year Ended 31st March, 2008
		2008	2007	2008	2007	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1.	Segment Revenue					
	a. Telecom Products	2,296.00	5,878.11	6,562.37	17,396.95	17,598.43
	b. Turnkey Contracts and Services	1,357.15	3,072.82	3,768.13	11,720.42	17,360.76
	c. Others	-	-	-	-	-
	Total	3,653.15	8,950.93	10,330.50	29,117.37	34,959.19
	Less: Inter segment revenue	-	-	-	-	-
	Net Sales/Income from Operations	3,653.15	8,950.93	10,330.50	29,117.37	34,959.19
2.	Segment Results Profit/(Loss) before tax and interest for each segment					
	a. Telecom Products	(1,669.42)	(93.66)	(3,969.71)	(762.23)	(8,668.60)
	b. Turnkey Contracts and Services	(313.47)	271.35	(741.21)	1,047.35	1,078.58
	c. Others	-	-	-	-	-
	Total	(1,982.89)	177.69	(4,710.92)	285.12	(7,590.02)
	Less: i. Interest	2,486.21	1,795.04	7,161.17	5,055.63	6,937.27
	ii. Other un-allocable expenditure net off	100.34	189.33	127.92	530.43	483.12
	Total Profit before Tax	(4,569.44)	(1,806.68)	(12,000.01)	(5,300.94)	(15,010.41)
3.	Capital Employed					
	a. Telecom Products	11,783.04	36,509.39	11,783.04	36,509.39	30,331.31
	b. Turnkey Contracts and Services	11,022.87	9,392.82	11,022.87	9,392.82	9,254.97
	c. Others	-	-	-	-	-
	Total capital employed in segments	22,805.91	45,902.21	22,805.91	45,902.21	39,586.28
	Add: Un-allocable corporate assets less liabilities	11,286.49	12,717.99	11,286.49	12,717.99	8,570.78
	Total capital employed in Company	34,092.40	58,620.20	34,092.40	58,620.20	48,157.06

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 31st January, 2009.
- The Auditors comments in their report on the Annual Accounts for the year 07-08 have been addressed as under :
 - The provision of interest has been made as per CDR approved package.
 - The Company has made adequate provisions for doubtful debts.
 - Company obtains the confirmations from sundry debtors, creditors, lenders etc. in ordinary course of business.
 - The Company has already made the necessary application u/s 198,269, 309 and 311 of the Companies Act, 1956 with the Central Government seeking their approval for the payment of Managerial remuneration during the financial year 2007-2008.
- The Company is already in the process on different modality for recovery of its long outstanding debtors, pending outcome of the same no provision has been made during the quarter and adequate provision will be made at the year end.
- In view of high volatility in foreign exchange, foreign currency monetary items outstanding at the quarter end, which were valued at quarter end rate, whereby loss on foreign exchange of Rs. 2668.92 Lacs (Current quarter: Rs.1766.69 Lacs & Previous quarters: Rs.902.23 Lacs) has been provided under the head of exceptional items
- Status of investors complaints during the quarter ended 31st December, 2008. Pending at the beginning NIL; Received 4 Disposed off 4; 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 : 31st January, 2009

By Order of the Board
(MAHENDRA NAHATA)
Managing Director