



HIMACHAL FUTURISTIC COMMUNICATIONS LTD.

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2011

(Rs. In Lacs)

Sl. No.	Particulars	First Quarter Ended 30th June		Financial Year for six months Ended 31st March
		2011	2010	2011
		(Unaudited)	(Unaudited)	(Audited)
1.	Net Turnover/Income from Operations	4847.26	5598.09	8641.47
2.	Expenditure			
	a) (Increase)/Decrease in stock in trade	174.24	(35.02)	69.03
	b) Cost of Raw Material/services	622.94	3,139.53	2,479.47
	c) Provision for Non moving inventories	-	-	389.75
	d) Purchase of Traded goods	2,592.11	1,035.09	3,996.09
	e) Staff Cost	457.50	408.32	877.11
	f) Administrative and other Overheads	422.35	434.84	1,265.74
	g) Depreciation/Impairment and Amortisation	347.35	631.08	9,075.21
	h) Bad Debts, advances & Miscellaneous balances written off (net)	17.54	54.71	11,115.69
	i) Liquidated damages	14.68	16.97	268.87
	Total	4,648.71	5,685.52	29,536.96
3.	Profit/(Loss) from operations before other income, interest & exceptional items (1-2)	198.55	(87.43)	(20,895.49)
4.	Other Income	92.76	61.95	1,319.76
5.	Profit/(Loss) before interest & exceptional items (3+4)	291.31	(25.48)	(19,575.73)
6.	Interest (net)	767.64	(50.69)	2,535.39
7.	Profit/(Loss) after interest but before exceptional items (5-6)	(476.33)	(25.21)	(22,111.12)
8.	Exceptional items - expenses/(income)	-	593.97	(26,134.77)
9.	Profit/(Loss) from ordinary activities before tax (7-8)	(476.33)	(568.76)	4,023.65
10.	Tax expenses	-	-	2.12
11.	Net Profit/(Loss) from ordinary activities after tax (9-10)	(476.33)	(568.76)	4,021.53
12.	Extraordinary items - expenses/(Income)	-	-	-
13.	Net Profit/(Loss) for the period (11-12)	(476.33)	(568.76)	4,021.53
14.	Paid-up Equity Share Capital	9,923.95	46,279.05	9,923.95
	Face value of Re.1/- each		Face value of Rs.10/- each	Face value of Re.1/- each
15.	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	-	22,200.06
16.	Earning per Share(Rs) -			
	(a) Before Extraordinary items - Basic	(0.06)	(0.15)	0.38
	- Diluted	(0.05)	(0.15)	0.35
	(b) After Extraordinary items - Basic	(0.06)	(0.15)	0.38
	- Diluted	(0.05)	(0.15)	0.35
17.	Aggregate of public shareholding			
	- Number of shares	512,818,158	453,216,518	512,818,158
	- Percentage of shareholding	51.67	97.93	51.67
18.	Promoters and promoter group shareholding			
	a) Pledged/encumbered : No. of shares	1,056,000	1,056,000	1,056,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.22	11.36	0.22
	- Percentage of shares (as a % of the total share capital of the company)	0.11	0.23	0.11
	b) Non-encumbered: No. of shares	478,242,999	8,242,999	478,242,999
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.78	88.64	99.78
	- Percentage of shares (as a % of the total share capital of the company)	48.19	1.78	48.19

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 12th August, 2011 and the Statutory Auditors have carried out Limited Review of the same.
- The Auditor's Comments in their report on the Annual Accounts for the year 2010-11 and in the Limited Review Report of the quarter under review have been addressed as under:

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. In Lacs)

Sl. No.	Particulars	First Quarter Ended 30th June		Financial Year For Six Months Ended 31st March
		2011	2010	2011
		(Unaudited)	(Unaudited)	(Audited)
1.	Segment Revenue			
	a) Telecom Products	1,055.65	3,788.48	2,773.51
	b) Turnkey Contracts and Services	3,791.61	1,809.61	5,867.96
	c) Others	-	-	-
	Total	4,847.26	5,598.09	8,641.47
	Less: Inter segment revenue	-	-	-
	Net Sales/Income from Operations	4,847.26	5,598.09	8,641.47
2.	Segment Results Profit/(Loss) before tax and interest for each segment			
	a) Telecom Products	(698.20)	(1,093.66)	(8,683.03)
	b) Turnkey Contracts and Services	982.77	509.37	510.13
	c) Others	-	-	-
	Total	284.57	(584.29)	(8,172.90)
	Less: i) Interest	767.64	(50.69)	2,535.39
	ii) Other un-allocable expenditure net off un-allocable income	(6.74)	35.16	(14,731.94)
	Total Profit before Tax	(476.33)	(568.76)	4,023.65
3.	Capital Employed			
	a) Telecom Products	29,795.97	6,491.25	33,035.32
	b) Turnkey Contracts and Services	7,122.30	6,522.02	6,771.59
	c) Others	-	-	-
	Total capital employed in segments	36,918.27	13,013.27	39,806.91
	Add: Un-allocable corporate assets less liabilities	2,779.40	(51,342.16)	367.10
	Total capital employed in Company	39,697.67	(38,328.89)	40,174.01

- The Company has complied with most of the conditions as stipulated in rework package of CDR. Further all the lenders who have given their in principle approval for rework package to the CDR - EG, have also communicated their sanction to the Company except from one lender which is expected to be received shortly.
 - The Company has made adequate provisions for doubtful debts.
 - The Company obtains the confirmations from sundry debtors, creditors, lenders etc. in ordinary course of business.
 - The Company has received necessary approval from the Central Government for the re-appointment and payment of remuneration to Wholetime Directors for the financial year 2007-08, 2008-09 and part financial year of 2009-10 for Rs.2,74,63,608/-. However since the financial year 2007-2008, the Company has so far paid Rs.55,469,933/- as remuneration to Wholetime Directors. As the approval of Central Government received is of lesser amount than the actual remuneration paid for the aforesaid period, the excess amount of Rs.28,006,325/- paid continues to be shown as recoverable. The Company is in the process of making representation to the Central Government for seeking their approval to the entire amount of remuneration paid to them. The Company has also filed the necessary applications with the Central Government seeking their approval for re-appointment and payment of remuneration to Wholetime Director for financial year 2009-10 and onwards which is under their consideration.
- Status of investors' complaints during the quarter ended 30th June, 2011:- Pending at the beginning : Nil ; Received : 12 ; Disposed of : 12 ; Pending at the end : Nil. Investors Relation Contact : investor@hfcl.com.
 - Figures of the previous periods have been regrouped/rearranged wherever considered necessary .

By order of the Board

(Mahendra Nahata)
Managing Director

Place : New Delhi
Date : 12th August, 2011