

## HI-TECH GEARS LTD.

**REGD. OFFICE : A 589, INDUSTRIAL COMPLEX, BHIWADI - 301019, DISTT. ALWAR (RAJASTHAN)**

**UNAUDITED FINANCIAL RESULTS FOR THE 9 MONTH PERIOD ENDED ON 31ST DEC , 2005**

		Amt Rs in Lacs				
SNO	PARTICULARS	3RD QUARTER ENDED		9 MONTHS ENDED		YEAR ENDED
		(UN-AUDITED)		(UN-AUDITED)		(AUDITED)
		31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.03.2005
		Amount	Amount	Amount	Amount	Amount
1	INCOME					
	GROSS SALES	5,782.95	4,643.66	15,822.69	13,211.56	17,968.14
	LESS :-EXCISE DUTY	629.84	547.78	1,724.11	1,511.43	2,040.09
	SALES NET	5,153.11	4,095.88	14,098.58	11,700.13	15,928.05
	OTHER INCOME	20.42	31.59	63.42	46.65	81.01
	TOTAL INCOME	5,173.53	4,127.47	14,162.00	11,746.78	16,009.06
2	EXPENDITURE					
	a) (INCREASE)/DECREASE IN STOCK	(234.08)	(114.72)	(332.38)	(78.80)	(369.28)
	b) CONSUMPTION OF RAW MATERIALS	3,076.91	2,385.63	8,113.21	6,423.46	9,166.40
	c) STAFF COST	526.19	357.20	1,366.19	1,087.55	1,539.10
	d) STORES & SPARES	460.81	351.21	1,230.81	1,010.67	1,323.77
	e) OTHER EXPENDITURE	830.12	551.22	2,102.12	1,564.42	2,115.90
	TOTAL EXPENDITURE	4,659.95	3,530.54	12,479.95	10,007.30	13,775.89
3	PROFIT					
	(BEFORE FIN.COST & BANK CHGS AND DEPN)	513.58	596.93	1,682.05	1,739.48	2,233.17
4	FINANCING COST & BANK CHARGES (INTEREST)	122.88	71.58	320.88	225.30	296.64
5	GROSS PROFIT	390.70	525.35	1,361.17	1,514.18	1,936.53
	(AFTER FIN.COST & BANK CHGS BUT BEFORE DEPN)					
6	DEPRECIATION	211.02	180.00	563.04	515.00	691.94
7	PROFIT BEFORE TAX	179.68	345.35	798.13	999.18	1,244.59
8	PROVISIONS FOR CURRENT TAX	41.70	60.00	198.36	226.06	330.00
9	PROVISION FOR DEFERRED TAX	14.00	95.58	47.07	132.39	134.46
9a	FRINGE BENEFIT TAX	9.39	-	18.64	-	-
10	NET PROFIT	114.59	189.77	534.07	640.73	780.13
11	PAID UP EQUITY SHARE CAPITAL OF RS. 10/- EACH	938.40	469.20	938.40	469.20	938.40
12	RESERVES (EXCL. REVALUATION RESERVE)					3247.37
13	PBDIT	513.58	596.93	1,682.05	1,739.48	2,233.17
14	PBDT	390.70	525.35	1,361.17	1,514.18	1,936.53
15	PBT	179.68	345.35	798.13	999.18	1,244.59
16	PAT	114.59	189.77	534.07	640.73	780.13
17	EPS FOR THE QUARTER (NOT ANNUALISED)					
	Basic	1.22	4.04	5.69	13.66	8.31

	Diluted	1.22	2.02	5.69	6.83	8.31
Notes :-						
1	The above un-audited financial results for the quarter ended Dec 31, 2005, were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors in their meeting held on January 30, 2006.					
2	Provision for taxation is made at the annual effective Income Tax Rates.					
3	Segment Reporting : The company is primarily engaged in the business of gears and transmission Components. Inherent nature of both the activities is governed by the same set of risk and returns, these have been grouped as a single segment in the above disclosures. Hi-Tech E Soft is division of the company engaged in the business of Engineering software solutions. Since this business is not a reportable segment as per Accounting Standard on Segment Reporting( AS-17), seperate figures of the software division are not reported.					
4	Previous period figures have been recast where ever necessary.					
5	The above financial results were reviewed by the Audit Committee and have been taken on record in their meeting held on 30th January 2006.					
6	In view of Accounting Standard (AS-22) "Accounting for Taxes on income" issued by the Institute of Chartered Accountants of India the provision for deferred Tax liability(net) of Rs 14.00 Lacs for the quarter ended 31st December 2005, has been charged.					
7	Investor complaints received and disposed off during the third quarter ended on December 31, 2005:					
	- Complaints pending at the beginning of the quarter			:	Nil	
	- Complaints received during the quarter			:	8	
	- Redressal of complaints during the quarter			:	8	
	- Complaints lying unresolved at the end of the quarter			:	Nil	
				for & on behalf of the Board		
				of Hi-Tech Gears Limited		
				Sd/-		
	Place: Gurgaon			Chairman & Managing Director		
	Date : 30th January, 2006					