



HI-TECH GEARS LIMITED

Regd. Office: A-589, Industrial Complex, Bhiwadi - 301 019, Distt. Alwar (Rajasthan)

Corporate Office : Millennium Plaza, Tower-B, Sushant Lok-I, Gurgaon-122002, Haryana.

AUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED MARCH 31, 2009

(Rs. in Lacs, except share and per share data)

No.	Particulars	Quarter ended	Quarter ended	Year ended	Year ended
		(31/03/2009)	(31/03/2008)	(31/03/2009)	(31/03/2008)
		Audited	Audited	Audited	Audited
1	(a) Net Sales/Income from Operations	6086.22	7732.02	29477.63	28450.21
	(b) Other Operating Income	50.41	75.29	129.09	378.88
	Total Income	6,136.63	7,807.31	29,606.72	28,829.09
2	Expenditure				
	a) (Increase)/Decrease in Stock in Trade and work in progress	108.32	283.13	75.51	162.33
	b) Consumption of Raw Materials	3,682.62	4,137.00	17372.54	16,096.80
	c) Purchase of Traded Goods	-	-	-	-
	d) Store & Spares	302.53	732.77	2215.73	2,965.55
	e) Employees cost	879.37	786.77	3562.42	2,998.72
	f) Depreciation	246.07	332.81	1176.50	1,170.73
	g) Other Expenditure	628.81	847.10	3020.1	2,744.18
	h) Total	5,847.72	7,119.58	27,422.80	26,138.31
3	Profit from Operations before Other Income, Interest & Exceptional Items	288.91	687.73	2,183.92	2,690.78
4	Other Income	0.13	-	0.75	2.73
5	Profit before Interest & Exceptional Items	289.04	687.73	2,184.67	2,693.51
6	Interest	202.27	341.39	996.76	1,157.86
7	Profit after Interest but before Exceptional Items	86.77	346.34	1,187.91	1,535.65
8	Exceptional items	-	-	-	-
9	Profit (+)/Loss (-) from Ordinary Activities before Tax	86.77	346.34	1,187.91	1,535.65
10	Tax Expense - a) Provision For Current Tax	67.14	43.25	420.74	417.24
	b) Provision For Deferred Tax	(56.10)	67.52	(35.19)	104.64
	c) Fringe Benefit Tax	9.00	3.00	33.00	31.75
11	Net Profit (+)/Loss (-) from Ordinary Activities after tax	66.73	232.57	769.36	982.02
12	Extraordinary item (net of tax expense)	-	-	-	-
13	Net Profit (+)/Loss (-) for the period	66.73	232.57	769.36	982.02
14	Prior Period Expense	-	-	185.03	1.35
15	Net Profit (+)/Loss (-) after Prior Period Expense	66.73	232.57	584.33	980.67
16	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	938.40	938.40	938.40	938.40
17	Reserves (excl. Revaluation Reserve) as per balance sheet of previous accounting year			3536.64	4,241.94
18	Earning Per Share (EPS)				
	Basic and diluted EPS after Prior Period Expense -Rs (Not Annualised)	0.71	2.48	6.23	10.45
19	Public Shareholding				
	- Number of Shares	4,242,014	4,386,039	4,242,014	4,386,039
	-% of Shareholding	45.20%	46.74%	45.20%	46.74%
20	Promoters and Promoter group shareholding				
	a) Pledged/Encumbered				
	- Number of Shares	NIL	NIL	NIL	NIL
	-% of Shares (as a % of the total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	-% of Shares (as a % of the total share capital of the company)	NIL	NIL	NIL	NIL
	b) Non-encumbered				
	- Number of Shares	5,141,986	4,997,961	5,141,986	4,997,961
	-% of Shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100
	-% of Shares (as a % of the total share capital of the company)	54.80%	53.26%	54.80%	53.26%

NOTES:-

- The above audited financial results were reviewed by the Audit Committee & thereafter taken on record by the Board of Directors in its meeting held on 23rd May 2009.
- The Board of Directors have recommended final dividend of Rs.1.50 per share on the paid up share capital of the Company subject to the approval of the members in the Annual General Meeting.
- Provision for taxation is made at the annual effective Income Tax Rates.
- With effect from 31st March 2009, the Company has chosen to follow the principles of Accounting Standard ('AS') 30 "Financial Instruments: Recognition and Measurement" in respect of its derivative financial instruments that are not covered by AS 11 "Accounting for the Effects of Changes in Foreign Exchange Rates" and that relate to a firm commitment or a highly probable forecast transactions. In accordance with AS 30, such derivative financial instruments, which qualify for cash flow hedge accounting and where the Company has met all the conditions of effective Cash Flow hedge accounting, are fair valued at March 31, 2009 and the resultant transitional exchange loss (notional) of Rs 920.72 lakhs is debited to the Hedging Reserve and credited to Provision for Fair valuation loss on Derivatives. The actual (gain) /loss if any would be recorded in profit and loss account of the years in which the underlying transactions are actually settled and reversed from the Hedging Reserve account.
- Pursuant to the notification of the Companies (Accounting Standards) Amendment Rules 2006 on 31st March 2009, exchange differences relating to long-term monetary items, arising during the year, in so far as they relate to the acquisition of a depreciable capital asset are added to/ deducted from the cost of the asset under the head "Addition" of Schedule 4 and depreciated over the balance life of the asset. Exchange differences relating to long-term monetary items have been recognized in the Profit and Loss account in the previous year. These have now been reversed from the General Reserve and accounted for in accordance with above. Accordingly, Rs.162.87 Lacs have been added to the cost of fixed assets and consequently the profit for the year is higher by Rs.382.49 Lacs and the General Reserve is lower by Rs.204.22 Lacs.
- 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 a 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), separate figures of the software division are not reported.
- Previous period figures have been recast wherever necessary to make them comparable.
- Number of investor's complaints received and disposed off during this quarter:-
Opening - Nil, Received - Nil, Disposed off - Nil and Closing - Nil.

For & on behalf of the Board
of Hi-Tech Gears Limited