



UNAUDITED RESULTS FOR THE SECOND QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2010

(Amount Rs. in lakhs except EPS)

| Sl. No. | Particulars | Three Months ended 30/09/2010 | Corresponding Three Months ended in the Previous Year 30/09/2009 | Year to date figures for current period ended 30/09/2010 | Year to date figures for previous year ended 30/09/2009 | Previous Accounting year ended 31/03/2010 |
|---------|---|-------------------------------|--|--|---|---|
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| | | (1) | (2) | (3) | (4) | (5) |
| 1 | Sales/Income from operations | 81844 | 67892 | 163527 | 116245 | 355767 |
| | Less: Value of Consortium supply | 25926 | 7315 | 49880 | 16907 | 58302 |
| | | 55918 | 50577 | 113647 | 99338 | 297465 |
| | Less: Excise Duty | 4991 | 2239 | 10035 | 4454 | 13641 |
| | Net Sales | 50927 | 48338 | 103612 | 94884 | 283824 |
| 2 | Expenditure:- | | | | | |
| | a. (Increase)/decrease in stock in trade and work in progress | (10250) | (13963) | (20535) | (22578) | (15099) |
| | b. Consumption of raw materials | 36007 | 37806 | 73480 | 70826 | 178817 |
| | c. Purchase of traded goods | 474 | 331 | 2724 | 331 | 1267 |
| | d. Employees cost | 13046 | 13872 | 27249 | 27481 | 55514 |
| | e. Depreciation | 769 | 864 | 1599 | 1529 | 3222 |
| | f. Other expenditure | 10281 | 8072 | 17721 | 15443 | 36996 |
| | g. Total | 50327 | 46982 | 102238 | 93032 | 260717 |
| 3 | Profit from Operations before Interest and Exceptional items (1-2) | 600 | 1356 | 1374 | 1852 | 23107 |
| 4 | Other Income | 2213 | 2168 | 4795 | 3488 | 13741 |
| 5 | Profit before Interest and Exceptional Items (3+4) | 2813 | 3524 | 6169 | 5340 | 36848 |
| 6 | Interest | 1473 | 1507 | 2673 | 2477 | 4893 |
| 7 | Profit after Interest but before Exceptional Items (5-6) | 1340 | 2017 | 3496 | 2863 | 31955 |
| 8 | Exceptional items | | | | | |
| 9 | Profit(+)/Loss(-) before tax (7-8) | 1340 | 2017 | 3496 | 2863 | 31955 |
| 10 | Tax expenses | (134) | 657 | 582 | 973 | 9670 |
| 11 | Net Profit(+)/Loss(-) from ordinary activities after tax (9-10) | 1474 | 1360 | 2914 | 1890 | 22285 |
| 12 | Extraordinary items (net of tax expense) | | | | | |
| 13 | Net Profit(+)/Loss(-) for the period(11-12) | 1474 | 1360 | 2914 | 1890 | 22285 |
| 14 | Paid-up Equity Share Capital (Face Value Rs. 10 per share) | 4164 | 4164 | 4164 | 4164 | 4164 |
| 15 | Reserves excluding revaluation reserves as per balance sheet of previous accounting year. | | | | | 199607 |
| 16 | Earnings Per share (EPS) | | | | | |
| | a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualised) | 3.54 | 3.27 | 7.00 | 4.54 | 53.51 |
| | b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualised) | 3.54 | 3.27 | 7.00 | 4.54 | 53.51 |
| 17 | Public share holding | | | | | |
| | -Number of shares | 19144500 | 19144500 | 19144500 | 19144500 | 19144500 |
| | -Percentage of shareholding | 45.97 | 45.97 | 45.97 | 45.97 | 45.97 |
| 18 | Promoters and promoter group shareholding | | | | | |
| | a) Pledged/Encumbered | | | | | |
| | - Number of shares | | | | | |
| | - Percentage of shares (as a % of the total shareholding of the promoter and promoter group) | | | | | |
| | - Percentage of shares (as a % of the total share capital of the company) | | | | | |
| | b) Non-encumbered | | | | | |
| | - Number of shares | 22500000 | 22500000 | 22500000 | 22500000 | 22500000 |
| | - Percentage of shares (as a % of the total shareholding of the promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 |
| | - Percentage of shares (as a % of the total share capital of the company) | 54.03 | 54.03 | 54.03 | 54.03 | 54.03 |

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their Meeting held on 12.11.2010.
- The auditors of the Company have carried out the limited review of the above unaudited financial results.
- The previous period's figures have been regrouped and reclassified wherever necessary to make them comparable with the current period's figures.
- Exemption has been granted from publishing Segment-wise Information.
- The Company has consistently recognised revenue in line with its accounting policies as well as past practices which are supported by various opinions expressed by the Expert Advisory Committee of The Institute of Chartered Accountants of India, not withstanding the qualifications by the Auditors in their report for the quarter ended 30th September 2010 arising on account of interpretational differences of certain terms of contracts. The qualification of the Statutory Auditors in their Limited Review Report for the quarter ended 30th September 2010 impacts Revenue by Rs. 13728 lakhs and Profit Before Tax by Rs. 738 lakhs.
- During the quarter, 16 investor complaints were received and resolved. There were no complaints pending at the beginning and end of the quarter.
- Out of the amount of Rs 52675 lakhs collected from Public Issue, Rs. 45932 lakhs is spent till Sept. 2010 and the balance of Rs.6743 lakhs is invested in Fixed Deposit with Scheduled Banks till deployment of funds.
- Provision in respect of employee compensated absence, contractual obligations, wage revision and slow and non-moving inventory are made pro rata as assessed for the year 2009-10.
- Tax expense is recognised considering 200% weighted deduction of R & D expenditure during the reporting period consequent to recognition of R & D facilities by DSIR during the second quarter.
- The details of Balance Sheet as at 30-9-2010 is enclosed.

Place: Bangalore
Date : 12.11.2010

For **PADMANABHAN RAMANI & RAMANUJAM**
CHARTERED ACCOUNTANTS

By order of the Board
for BEML LIMITED

P. Ranga Ramanjiam

P. RANGA RAMANUJAM
PARTNER
M.NO 22201

V.R.S. Natheerajam

(V.R.S. Natheerajam)
CHAIRMAN AND MANAGING DIRECTOR



BEML Limited

(A Govt. of India Mini Ratna Company under Ministry of Defence)

Registered Office : BEML SOUDHA - 23/1, 4th Main, S.R. Nagar, Bangalore - 560 027

BALANCE SHEET AS AT 30th SEPTEMBER 2010

(Rs. in lakhs)

| Particulars | As AT | AS AT |
|--|----------------|----------------|
| | 30.09.2010 | 30.09.2009 |
| | Unaudited | Unaudited |
| SHARE HOLDERS' FUNDS | | |
| a) Capital | 4,177 | 4,177 |
| b) Reserves & Surplus | 202,520 | 189,250 |
| LOAN FUNDS | 90,416 | 71,586 |
| DEFERRED TAX LIABILITY | | 4 |
| TOTAL | 297,113 | 265,017 |
| FIXED ASSETS | 36,011 | 27,575 |
| INVESTMENTS | 820 | 795 |
| DEFERRED TAX ASSETS | 3,362 | |
| CURRENT ASSETS, LOANS & ADVANCES | | |
| a) Inventories | 187,894 | 184,552 |
| b) Sundry Debtors | 116,530 | 120,354 |
| c) Cash and Bank Balances | 27,214 | 14,559 |
| d) Other Current Assets | 1,393 | 1,019 |
| e) Loans and Advances | 70,459 | 59,507 |
| | | |
| Less : Current Liabilities & Provisions | | |
| a) Liabilities | 96,796 | 93,639 |
| b) Provisions | 49,986 | 50,291 |
| | | |
| Net current Assets | 256,708 | 236,061 |
| | | |
| MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED) | 212 | 586 |
| TOTAL | 297,113 | 265,017 |

Place: Bangalore
Date: 12.11.2010

By order of the Board
for BEML LIMITED


(V.R.S.Natarajan)

CHAIRMAN AND MANAGING DIRECTOR

For PADMANABHAN RAMANI & RAMANUJAM
CHARTERED ACCOUNTANTS



P. RANGA RAMANUJAM
PARTNER
M.NO. 22201