

FEDERAL-MOGUL GOETZE (INDIA) LIMITED
 Regd. Office : 7/70-7/77, F 1, Roshanara Plaza Building, Roshanara Road
 Delhi-110007
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2010

S.No	Description	Quarter ended March 31, 2010 (Unaudited)	Corresponding Quarter ended March 31, 2009 (Unaudited)	Year ended December 31, 2009 (Audited)
1	Gross Sales	21,649.26	16,586.50	40,201.20
	Less: Excise duty	1,460.28	1,205.29	3,175.75
	Net Sales	20,098.92	15,383.21	75,025.45
	Other operating income	820.50	545.19	3,066.47
	Total	20,919.42	15,928.40	78,091.92
2	Expenditure			
a.	(Increase) / decrease in inventories	(353.00)	463.60	714.45
b.	Consumption of raw material	7,257.07	4,167.31	23,406.87
c.	Purchase of traded goods	791.90	289.90	2,000.38
d.	Consumption of stores and spares	2,232.96	1,496.89	6,126.50
e.	Staff cost	4,101.52	3,471.81	15,570.14
f.	Depreciation / amortisation	1,169.14	1,176.86	4,949.23
g.	Other expenditure (refer note 4 below)	5,109.37	3,581.79	16,375.73
	Total	20,308.86	14,646.16	71,343.50
3	Profit from operations before other income, interest & exceptional items (1-2)	610.56	1,280.24	6,748.42
4	Other income	800.83	163.21	774.26
5	Profit before interest & exceptional items (3+4)	1,411.39	1,443.45	7,522.62
6	Interest	272.04	548.32	2,031.32
7	Profit/(*)/Loss (-) after interest but before exceptional items (5-6)	1,139.35	895.13	5,491.30
8	Exceptional items	-	-	-
9	Profit/Loss (-) from ordinary activities before tax (7+8)	1,139.35	895.13	5,491.30
10	Provision for tax			
	-Current tax (including MAT Payable)	193.70	-	380.00
	-Less: MAT Credit Entitlement (refer note 7 below)	(193.70)	-	(380.00)
	-Fringe benefit tax	-	16.42	16.42
	-Deferred tax	3.95	-	445.13
	-Tax for earlier years	-	-	(3.60)
	Total of Tax Expenses	3.95	16.42	487.87
11	Net Profit/(*)/Loss (-) from ordinary activities after tax (9+10)	1,135.40	878.71	5,033.43
12	Prior period item	-	-	423.82
13	Net Profit/Loss (-) from ordinary activities after tax and prior period items (11+12)	1,135.40	878.71	4,609.61
14	Extra ordinary items	-	-	-
15	Net Profit/(*)/Loss (-) for the period	1,135.40	878.71	4,609.61
16	Paid-up equity share capital (Face value Rs. 10/- each)	5,563.21	5,563.21	5,563.21
17	Reserve excluding revaluation reserve as per balance sheet of previous accounting year.	-	-	26,770.82
18	Basic and diluted Earnings Per Share (Rs.)	2.04	1.58	8.29
19	Public shareholding			
	- Numbers of shares	13,916,676	13,916,676	13,916,676
	- Percentage of shareholding	25.02	25.02	24.02
20	Promoted and Promoter group shareholding			
	a) Promoted/Encumbered	Nil	Nil	Nil
	b) Non-Encumbered (In nos.)	41,715,454	41,715,454	41,715,454
	- Percentage of shares (as a % of total shareholding of promoter and promoter group)	100.00	100.00	100.00
	- Percentage of shares (as a % of total share capital of the company)	74.98	74.98	74.98

Notes:

- The above financial results were reviewed by the Audit Committee in their meeting and thereafter have been approved by the Board of Directors in their meeting held on April 30, 2010.
- The Limited Review as required under clause 41 of Listing Agreement has been completed by statutory auditor for the quarter ended March 31, 2010.
- (a) The statutory auditors have reported in the auditor's report for the year ended December 31, 2009 that remuneration being paid to directors was in excess of the limits prescribed under the Companies Act, 1956, by Rs. 546,12 lakhs. The Company has applied to the Central Government for the approval and is hopeful to receive the same. The Company has continued to pay the remuneration during the period as per the agreement to the directors, correspondingly remuneration of Rs. 57.99 lakhs for the quarter ended March 31, 2010, included in staff cost is in excess of permissible remuneration under the Companies Act, 1956, which has been reported by the auditors in their review report for the quarter ended March 31, 2010.
 (b) The Company had paid remuneration of Rs. 119.85 lakhs for the period April 1, 2006 to December 31, 2006 to the erstwhile managing director of the Company which was in excess of permissible remuneration under Schedule XIII of the Companies Act, 1956. The Company had applied to the Central Government for the approval of such excess remuneration, however the same has been rejected by the Central Government vide letter dt. May 26, 2009. The Company has filed an application under Section 319 (3B) of the Companies Act to waive the recovery of the aforesaid amount from the erstwhile managing director. Further, there is another application for excess remuneration of Rs. 84.15 lakhs for the period January 1, 2007 to September 24, 2007 applied to the Central Government for its approval under Section 319 (3) of the Companies Act, 1956. The erstwhile managing director has confirmed that he will refund these amounts to the extent of these being not approved by the Central Government.
- The Company sold its entire investment amounting to Rs. 1,902 lakhs in the shares of its wholly owned subsidiary company, Satara Rubbers and Chemicals Limited on March 31, 2010 for a consideration of Rs. 1,130 lakhs (Rs. 200 lakhs was received during the quarter ended December 31, 2009 as advance payment and the balance amount was received on March 31, 2010). The Company had already provided for Rs. 201 lakhs in the earlier years and had accordingly considered an additional loss of Rs. 571 lakhs on sale of this investment which has been recorded in 'Other expenditure' above.
- Segment Reporting: As the Company's business activities fall within a single primary business segment viz, auto components for two wheeler and four wheeler industry, the disclosure requirement of Accounting Standard (AS-17) 'Segment Reporting' issued by the Institute of Chartered Accountants of India is not applicable.
- During the year ended December 31, 2008, the Company had issued 23,011,192 shares @ Rs. 10 each at a premium of Rs. 46 per share on right issue basis for cash. Pursuant to right issue offer, the Company received Rs. 12,886 lakhs, details of utilization of right issue proceeds are as follows:

Particulars	Amount as per Letter of offer November 5, 2008 (Rs in lakhs)	Amount utilised till March 31, 2010 (Rs in lakhs)
Repayment of existing debt on their respective due dates	3,041	3,041
Payment to suppliers for purchase of machineries (including interest)	9,297	8,158
General corporate purposes	430	430
Issue expenses	118	107
Total	12,886	11,736

- The unutilized amount aggregating to Rs. 1,150 lakhs have been temporarily used for improving the working capital requirement of the Company. The Company has recognised the asset for MAT paid / payable based on continuous taxable profits in the current quarter and previous quarters year and management projection that the Company will be able to utilise its brought forward losses and unabsorbed depreciation against the taxable income in future and will also be able to utilize the MAT credit against future tax liability.
- Detail of number of investor complaints for the quarter ended March 31, 2010 : Beginning 0, Received 0, Disposed off 0, Pending 0.
- Previous period figures have been regrouped / reworked, wherever necessary.

For and on behalf of Board

(Jean de Montclair)
 Managing Director and President

Place : Gurgaon
 Date : April 30, 2010