

**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.

**UNAUDITED RESULTS FOR THE THIRD QUARTER / NINE MONTHS ENDED DECEMBER 31, 2010**

(Rs. in lakhs except EPS)

Sl. No.	Particulars	Three Months ended 31/12/2010	Corresponding Three Months ended in the Previous Year 31/12/2009	Year to date figures for current period ended 31/12/2010	Year to date figures for previous year ended 31/12/2009	Previous Accounting year ended 31/03/2010
		(Unaudited) (1)	(Unaudited) (2)	(Unaudited) (3)	(Unaudited) (4)	(Audited) (5)
1	Sales/Income from operations	83626	89353	247153	205598	355767
	Less: Value of Consortium supply	14665	16999	64545	33908	58302
		68961	72354	182608	171692	297466
	Less: Excise Duty	3143	2818	13178	7272	13641
	Net Sales	65818	69536	169430	164420	283824
2	Expenditure:-					
	a. (Increase)/decrease in stock in trade and work in progress	1462	(9870)	(19073)	(32448)	(15099)
	b. Consumption of raw materials	35083	48233	108563	119059	178817
	c. Purchase of traded goods	968	1350	3692	1681	1267
	d. Employees cost	14375	13298	41624	40779	55514
	e. Depreciation	806	784	2405	2313	3222
	f. Other expenditure	7534	8769	25255	24212	38996
	g. Total	60228	62564	162466	155696	260717
3	Profit from Operations before Interest and Exceptional Items (1-2)	5590	6972	6964	8824	23107
4	Other Income	2328	1419	7123	4907	13741
5	Profit before Interest and Exceptional Items (3+4)	7918	8391	14087	13731	36848
6	Interest	1430	1323	4103	3800	4893
7	Profit after Interest but before Exceptional Items (5-6)	6488	7068	9984	9931	31955
8	Exceptional items	383	0	383	0	0
9	Profit(+)/Loss(-) before tax (7-8)	6871	7068	10367	9931	31955
10	Tax expenses	1834	2402	2416	3376	9670
11	Net Profit(+)/Loss(-) from ordinary activities after tax (9-10)	5037	4666	7951	6555	22285
12	Extraordinary items (net of tax expense)	0	0	0	0	0
13	Net Profit(+)/Loss(-) for the period (11-12)	5037	4666	7951	6555	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) in Rs.					
	a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualised)	12.10	11.20	19.09	15.74	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)	12.10	11.20	19.09	15.74	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

**NOTES**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their Meeting held on 08.02.11
- 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 by SEBI.
- 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, notwithstanding the qualifications by the Auditors in their report for the quarter ended 31st December 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 31st December 2010 has the impact of reduction in Revenue by Rs.17769 lakhs and Profit Before Tax by Rs.3020 lakhs.
- During the quarter, 23 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. 49367 lakhs is spent till Dec. 2010 and the balance of Rs. 3308 lakhs is invested in Fixed Deposit with Scheduled Banks till deployment of funds.
- Provision in respect of employee compensated absence, contractual obligations and slow and non-moving inventory are made based on estimates.
- 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 year.
- The exceptional item is net of the provision withdrawn amounting to Rs. 9955 lakhs considered no longer required, consequent to substantial completion of the contract for which the provision was made in earlier years and amount of Rs. 9572 lakhs arising on account of wage settlement of employees w.e.f. 1.1.2007, over and above the sum of Rs. 10198 lakhs already provided in the earlier periods.

Place: Bangalore  
Date : 08.02.2011By order of the Board  
for BEML LIMITED  
(V.R.S.Nataraajan)  
CHAIRMAN AND MANAGING DIRECTOR