

Walker, Chandniok & Co

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India

Review Report

To the Board of Directors of Federal-Mogul Goetze (India) Limited

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1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of Federal-Mogul Goetze (India) Limited ("the Company") for the quarter ended September 30, 2012 and the year to date results for the period January 1, 2012 to 30 September 30, 2012, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. *As detailed in note 4 to the accompanying financial results, the Company's investment in equity and preference share capital of G.I Power Corporation Limited held for sale is being carried at original cost. In the absence of sufficient appropriate audit evidence, we are unable to comment upon the appropriateness of the carrying value of these investments aggregating to Rs. 1,070.92 lakhs, and consequential impact thereof on the reported results for the quarter and year to date ended on September 30, 2012. This was also a subject matter of qualification in previous auditor's review report on the financial results for the quarter ended June 30, 2012 and audit report on the financial statements for the year ended December 31, 2011.*
4. *As detailed in note 5 to the accompanying financial results, the Company is pursuing a matter regarding certain discrepancies in availing sales tax benefits. As the matter being currently pending with the appropriate authorities, management based on certain internal assessment has accrued a liability to an extent of Rs. 625.81 lakhs to meet future tax obligations. However, the extent of exact future liabilities that may arise is presently not ascertainable. Accordingly, we are unable to comment upon the sufficiency of liabilities accrued in this regard and the consequential impact of the outcome of the proceedings. This was also a subject matter of qualification in previous auditors' report for the quarter ended June 30, 2012.*



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For Federal-Mogul Goetze (India) Ltd.

Khalid I. Khan
Khalid I. Khan
Company Secretary

Chartered Accountants

Offices in: Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Mumbai, New Delhi and Pune

Walker, Chandio & Co

5. Based on our review conducted as above, *except for the effects of qualification(s) as described in the previous paragraph(s)*, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The review of financial results for the six months period ended June 30, 2012 and three months period ended March 31, 2012 included in the Statement was carried out and reported by *S.R.Batliboi & Co.* vide their qualified review report dated August 9, 2012 and dated May 08, 2012 respectively whose review reports have been furnished to us and which have been relied upon by us for the purpose of our review of the Statement. Our review report is not qualified in respect of this matter.

Walker, Chandio & Co

for Walker, Chandio & Co
Chartered Accountants
Firm Registration No: 001076N

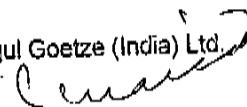


per David Jones
Partner
Membership No. 98113

Place: Gurgaon
Date: November 14, 2012

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For Federal-Mogul Goetze (India) Ltd.


Khalid I. Khan
Company Secretary

FEDERAL-MOGUL GOETZE (INDIA) LIMITED
Regd. Office : 7670-7677, P 1, Koshanara Plaza Building, Roshanara Road
Delhi: 110007

Statement of Standalone Unaudited Results for the Quarter and 9 Months Ended September 30, 2012

(Rs. In lacs except per share data)

S.No	Description	Quarter Ended September 30, 2012 (Unaudited)	Quarter Ended June 30, 2012 (Unaudited)	Quarter Ended September 30, 2011 (Unaudited)	Year to date September 30, 2012 (Unaudited)	Year to date September 30, 2011 (Unaudited)	Year Ended December 31, 2011 (Audited)
PART I							
1	Income from Operations						
(a)	Net Sales (Net of Excise Duty)	28,097.11	29,481.07	28,403.37	87,083.15	82,257.21	1,10,769.86
(b)	Other operating income	1,017.13	1,004.56	1,079.62	3,090.47	3,363.04	4,209.31
	Total Income from Operations (not)	29,114.25	30,485.63	29,482.99	90,173.62	85,620.85	1,14,979.17
2	Expenses						
(a)	Cost of materials consumed	10,175.19	11,445.70	10,908.16	33,119.24	33,960.53	42,819.00
(b)	Purchases of stock-in-trade	888.82	1,088.89	995.37	2,883.90	2,770.12	3,650.35
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade ((Increase)/ Decrease)	(816.09)	(813.71)	(383.35)	(1,969.54)	(3,003.04)	(2,441.14)
(d)	Employee benefits expense	5,816.83	5,710.22	5,544.33	17,215.43	10,035.27	21,331.51
(e)	Depreciation and amortization expense	1,615.36	1,464.41	1,330.60	4,583.29	3,863.59	5,540.89
(f)	Consumption of stores and spares	4,012.64	3,974.00	3,541.13	12,148.78	9,810.83	13,259.48
(g)	Other expenses	6,672.07	6,700.59	6,081.88	18,290.96	18,413.41	25,580.65
	Total expenses	28,264.81	29,570.10	28,016.41	87,256.12	81,850.71	1,08,746.75
3	Profit from operations before other income, finance costs & exceptional items (1-2)	849.43	915.53	1,466.58	2,917.50	3,770.14	5,232.42
4	Other income	291.80	538.44	280.42	1,411.69	1,100.08	1,934.59
5	Profit from ordinary activities before finance costs & exceptional items (3+4)	1,141.23	1,448.97	1,726.99	4,329.19	4,870.22	7,167.01
6	Finance costs	638.81	861.34	522.54	2,381.68	1,449.51	2,485.88
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	602.62	587.63	1,204.45	1,947.51	3,420.71	4,681.36
8	Exceptional items	-	(625.81)	-	(625.81)	-	-
9	Profit from ordinary activities before tax (7+8)	602.62	(38.18)	1,204.45	1,321.70	3,420.71	4,681.36
10	Tax Expense (includes Rs. 43.83 lacs relating to prior period, the 8 month period ended September 30, 2012 includes Rs. 102.52 lacs relating to earlier years and the year ended December 31, 2011 includes Rs. 297.59 lacs relating to earlier years.)	298.63	49.22	539.29	723.49	741.56	1,117.84
11	Net Profit from ordinary activities after tax (9-10)	203.99	(87.40)	665.16	598.31	2,679.15	3,563.52
12	Prior period expense/ (income) (net of tax)	-	-	20.91	-	(208.85)	(182.05)
13	Net Profit from ordinary activities after tax and prior period items (11-12)	203.99	(87.40)	644.25	598.31	2,886.00	3,746.17
14	Extra ordinary items	-	-	-	-	-	-
15	Net Profit for the period	203.99	(87.40)	644.25	598.31	2,886.00	3,746.17
16	Paid-up equity share capital (Face value Rs 10/- each)	5,563.21	5,563.21	5,563.21	5,563.21	5,563.21	5,563.21
17	Reserve excluding revaluation reserve as per balance sheet of previous accounting year.	-	-	-	-	-	35,955.99
18	Basic and diluted Earnings Per Share before extraordinary items for the period (of Rs. 10 each) (not annualised for quarters)	0.37	(0.18)	1.16	1.08	5.19	6.73
19	Basic and diluted Earnings Per Share after extraordinary items for the period (of Rs. 10 each) (not annualised for quarters)	0.37	(0.18)	1.16	1.08	5.19	6.73

See accompanying notes to the financial results

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For Federal-Mogul Goetze (India) Ltd.

Khalid I/Khan
Company Secretary

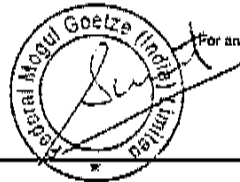


S.No	Description	Quarter Ended September 30, 2012 (Unaudited)	Quarter Ended June 30, 2012 (Unaudited)	Quarter Ended September 30, 2011 (Unaudited)	Year to date September 30, 2012 (Unaudited)	Year to date September 30, 2011 (Unaudited)	Year Ended December 31, 2011 (Audited)
PART II							
Information for the quarter ended March 31, 2012							
A PARTICULARS OF SHAREHOLDING							
1	Public shareholding						
	- Numbers of shares	1,39,16,676	1,39,16,676	1,39,16,676	1,39,16,676	1,39,16,676	1,39,16,676
	- Percentage of shareholding	25.02	25.02	25.02	25.02	25.02	25.02
2	Promoters and Promoter group shareholding						
(a)	Pledged/Encumbered	Nil	Nil	Nil	Nil	Nil	Nil
(b)	Non-Encumbered (In nos.)	4,17,15,454	4,17,15,454	4,17,15,454	4,17,15,454	4,17,15,454	4,17,15,454
	- Percentage of shares (as a % of total shareholding of promoter and promoter group)	100.00	100.00	100.00	100	100	100.00
	- Percentage of shares (as a % of total share capital of the company)	74.98	74.98	74.98	74.98	74.98	74.98
Particulars		3 months ended September 30, 2012					
B INVESTOR COMPLAINTS							
	Pending at the beginning of the quarter	0					
	Received during the quarter	0					
	Disposed of during the quarter	0					
	Remaining unresolved at the end of the quarter	0					

Notes:

- The above financial results were reviewed by the Audit Committee and thereafter have been approved by the Board of Directors in the meeting held on Nov 14, 2012.
- The limited review as required under clause 41 of Listing Agreement has been completed by statutory auditor for the quarter ended September 30, 2012.
- 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' is not applicable.
- During the year ended December 31, 2011, the Company had classified its investments of Rs 1,070.92 Lacs (Equity Shares: Rs 184.48 Lacs and Preference Shares: Rs 876.44 Lacs) in GI Power Corporation Limited (GIPCL) from long term investment to short term investment. These investments have been carried at cost in the balance sheet. The Company is assessing various options for liquidating these investments as these are not related to the core business of the Company. Based on current assessment, the Company is confident that it would be able to recover the entire carrying value of these investments. The Statutory auditors in their limited review report for the quarters ended September 30, 2012, June 30, 2012 and March 31, 2012 and audit report for the year ended December 31, 2011 have reported their inability to comment on the recoverability of these investments and have qualified their opinion.
- Exceptional Item : During the quarter ended June 30, 2012 the Company became aware of certain discrepancies regarding sales tax matters at one of its factories. It thereafter undertook a review and, based on information available at this stage of the ongoing evaluation, has paid /provided an amount of Rs 625.81 lacs towards tax and related liabilities pertaining to earlier years. The Statutory auditors in their limited review report for the quarters ended September 30, 2012 and June 30, 2012 have reported their inability to comment on such provision and have qualified their report.
- Previous period/ year figures have been regrouped / recasted, wherever necessary.

Place : Gurgaon
Date : Nov 14, 2012



For and on behalf of Board of Directors

(Sunit Kapur)
Managing Director



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For Federal-Mogul Goetze (India) Ltd.

Khalid I. Khan
Company Secretary