

Hella India Lighting Limited

Registered office: B-13, Badarpur Extension, New Delhi
Corporate Office: 6th Floor, Platinum Tower, 184, Udyog Vihar, Phase I, Gurgaon-122016

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2013

PART I		(Rs. in lakhs)			
Particulars		Quarter ended			Year ended
		30-Jun-13 (Unaudited)	31-Mar-13 (Audited)*	30-Jun-12 (Unaudited)	31-Mar-13 (Audited)
1	Income from operations				
a)	Net sales/ income from operations (net of excise duty)	2,229.73	2,052.39	1,373.33	6,776.68
b)	Other operating income	5.80	6.24	9.26	27.09
	Total income from operations (net)	2,235.53	2,058.63	1,382.59	6,803.77
2	Expenses				
a)	Cost of material consumed	1,445.99	1,487.81	900.30	4,792.06
b)	Changes in inventories of finished goods and work-in-progress	46.42	10.29	19.24	(131.73)
c)	Employee benefit expenses	278.42	303.87	172.56	917.72
d)	Depreciation and amortisation expense	40.19	36.69	22.26	110.27
e)	Other expenses	594.97	493.26	371.79	1,766.38
	Total expenses	2,405.99	2,331.92	1,486.15	7,454.70
3	Profit / (loss) from operations before other income, finance costs and exceptional items (1-2)	(170.46)	(273.29)	(103.56)	(650.93)
4	Other income	110.34	69.32	75.81	295.56
5	Profit / (loss) from ordinary activities before finance costs and exceptional items (3 + 4)	(60.12)	(203.97)	(27.75)	(355.37)
6	Finance cost	-	-	-	-
7	Profit / (loss) from ordinary activities before tax (5 - 6)	(60.12)	(203.97)	(27.75)	(355.37)
8	Tax expense	-	-	-	-
9	Net Profit / (loss) for the period (7 - 8)	(60.12)	(203.97)	(27.75)	(355.37)
10	Paid up-equity share capital (face value Rs. 10 each)	317.14	317.14	317.14	317.14
11	Reserve excluding revaluation reserves				1,093.49
12	Basic and diluted earnings per share (face value of Rs. 10 each)	(1.90)	(6.43)	(0.88)	(11.21)
PART II					
A	Particulars of shareholding				
	Public shareholding				
	- Number of shares	5.76	5.76	5.76	5.76
	- Percentage of shareholding	18.15%	18.15%	18.15%	18.15%
	Promoters and promoter group shareholding				
	a) Pledged/ encumbered				
	- Number of shares	-	-	-	-
	- Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	-	-	-	-
	- Percentage of shares (as a percentage of the total share capital of the Company)	-	-	-	-
	b) Non-encumbered				
	- Number of shares (in lakhs)	25.95	25.95	25.95	25.95
	- Percentage of shares (as a percentage of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a percentage of the total share capital of the Company)	81.85%	81.85%	81.85%	81.85%
B	INVESTOR COMPLAINTS	Quarter ended 30 June 2013			
	Pending at the beginning of the quarter	-			
	Received during the quarter	1			
	Disposed off during the quarter	1			
	Remaining unresolved at the end of the quarter	-			

* Figures for the quarter ended 31 March 2013 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year ended 31 March 2013 and the published year to date unaudited figures upto the end of the third quarter of the relevant financial year. Further, the figures upto the end of the third quarter of the year ended 31 March 2013 were only been reviewed and not subjected to audit.

Handwritten signature



Notes

- 1 The statement of unaudited financial results for the quarter ended 30 June 2013 has been prepared following the same accounting policies as those followed in the annual financial statements for the year ended 31 March 2013.
- 2 The above results were taken on record by the Board of Directors in their meeting held on 12 August 2013, and have been subjected to a limited review by the Statutory auditors of the Company. The review report of the Statutory auditors has been filed with stock exchange and is available on the Company's website www.hella.co.in. The review report has been modified in respect of inventory valuation. For detail refer note 4 given below.
- 3 The primary segment of the Company is its business segment. The Company operates in a single business segment of auto components/ accessories. Accordingly, no segment disclosure are required to be made by the Company.
- 4 The new integrated application system has been implemented. In the process of the same, discrepancies in inventory report has been observed. The quantity has reconciled with the physical verification conducted as on 31.03.2013. The Company is in the process of reconciling valuation differences. As per management estimation there is no material impact of it on these results.
- 5 As stated in Part II Section A above, the promoters of the Company hold 81.85% of the total issued and subscribed equity capital of the Company and balance 18.15% stake is held by public shareholders. In 2005-06, the Company had applied for delisting from Delhi Stock Exchange ('DSE') and Bombay Stock Exchange ('BSE'). While DSE allowed the Company to delist, BSE rejected the application vide letter dated 15 February 2006. On appeal, the Securities Appellant Tribunal ('SAT') passed a favorable order for delisting of the Company. However, the said order of SAT was challenged before the Honourable Supreme Court of India by certain individual shareholders. The Supreme Court vide order dated October 24, 2008 stayed the delisting of the Company and the matter is currently sub-judice.

The management of the Company believes that pending such decision from the Hon'ble Supreme Court, the requirement of increasing /maintaining at least 25% of its equity shares with public by 3 June 2013, as required by Clause – 40 A of the Listing Agreement read with rule 19(2) (B) of Securities Contract (Regulation Rules, 1957 ('SCRR')) and related notifications in this regard, is not applicable to the Company. As a precautionary measure, vide letter dated 19 March 2013, the Company had written/ applied to SEBI seeking specific waiver to comply with the aforesaid conditions till the matter is sub-judice.

SEBI did not respond to the request of the Company and thereafter, issued notices to non-compliant companies vide order dated 4 June 2013. In a separate press release dated 4 June 2013, SEBI has also confirmed that notices were not issued to 3 companies as there matter are sub-judice.

Although the name of the Company have not been mentioned in the above referred list of non-compliant companies, the Company, as a matter of abundant caution, again sought a confirmation from CGM (Corporate Finance Department of SEBI) vide email dated June 21, 2013 that they are one of those 3 companies where the matter is sub-judice, as mentioned in the Press Release. This understanding was confirmed by SEBI vide their email dated July 16, 2013.

In view of the above circumstances, the Company believes that there is no legal, regulatory and financial risk on the Company due to its inability to meet the requirements of Clause 40 A of the Listing agreement.

For and on behalf of the Board of Directors of
Hella India Lighting Limited


Ramashankar Pandey
Managing Director



Place: Gurgaon
Date: 12 August 2013

B S R & Co.

(Registered)

Chartered Accountants

Building No.10, 8th Floor, Tower-B
DLF Cyber City, Phase - II
Gurgaon - 122 002 (India)

Telephone:+91-124-2549191
Fax: +91-124-2549101

Review report to the Board of Directors of Hella India Lighting Limited

1. We have reviewed the accompanying statement of unaudited financial results ('the Statement') of Hella India Lighting Limited ('the Company') for the quarter ended 30 June 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoters Group Shareholding', which have been traced from disclosures made by the management and have not been reviewed by us. Attention is drawn to the fact that the corresponding figures for the quarter ended 31 March 2013 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year ended 31 March 2013 and the published year to date figures upto the end of the third quarter of the financial year ended 31 March 2013. Also, the figures upto the end of the third quarter of the year ended 31 March 2013 were only reviewed and not subjected to audit. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company at their meeting held on 12 August 2013. 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 Engagement (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 financial statements are 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. *The management has observed several discrepancies in the valuation of inventory as at the quarter end. The Company is in the process of reconciling these differences. Pending such reconciliation, we are unable to comment on the financial impact, if any, on inventory balances as at 30 June 2013 and the consequential impact of the same on cost of goods sold, change in inventories of finished goods, work in progress and loss for the quarter ended 30 June 2013.*

This was a subject matter of qualification in our audit report for the quarter and year ended 31 March 2013 also.
4. Without modifying our report, attention is invited to note 5 of the Statement of Financial Results, which more fully explains the reasons for the Company's inability to comply with the requirements of Clause 40 A of the Listing Agreement with the Stock Exchange(s) relating to increasing the public shareholding to a minimum of 25% by prescribed timelines and the clarifications received from Securities and Exchange Board of India in this regard.

IC

BSR & Co.

5. *Except for our comments in Paragraph 3 above*, based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 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.

For BSR & Co.
Chartered Accountants
Registration No.: 101248W



Jiten Chopra
Partner
Membership No.: 092894

Place: Gurgaon
Date : 12 August 2013