

Manufacturing Units :

Bangalore Complex
 Tel : 080-25242414
 e-mail : bemlcmr@vsnl.com

KGF Complex
 Tel : 08153-263020
 e-mail : bemiede@vsnl.net.in

Mysore Complex
 Tel : 0821-2402422
 e-mail : bemlmys@sancharmet.in

International Business Division
 Tel : + 91-80-2222 2730, 2223 3350
 e-mail : office@export.beml.co.in

Technology Division
 Tel : + 91-80-2296 3100-109
 e-mail : office@ctd.beml.co.in

Trading Division
 Tel : + 91-80-22963113
 e-mail : office@trading.beml.co.in

Regional Offices :

Bilaspur
 Tel : 07752-252082
 e-mail : bilaspur@rm.beml.co.in

Chennai
 Tel : 044-28270792
 e-mail : chennai@rm.beml.co.in

Hyderabad
 Tel : 040-23227032
 e-mail : hyderabad@rm.beml.co.in

Kolkata
 Tel : 033-22826314
 e-mail : kolkata@rm.beml.co.in

Mumbai
 Tel : 022-22049490
 e-mail : mumbai@rm.beml.co.in

Nagpur
 Tel : 0712-2248435
 e-mail : nagpur@rm.beml.co.in

New Delhi
 Tel : 011-23316500
 e-mail : delhi@rm.beml.co.in

Ranchi
 Tel : 0651-2560370
 e-mail : ranchi@rm.beml.co.in

Sambalpur
 Tel : 0663-2521604
 e-mail : sambalpur@rm.beml.co.in

Singrauli
 Tel : 07805-268260
 e-mail : singrauli@rm.beml.co.in

BEML Service Centres :

Moula Ali, Hyderabad
 Tel : 040-27240873
 e-mail : sh@Zonal.beml.co.in

Ongole - Service Activity Centre
 Mobile No. : 9440312607

Service Activity Centre
 Katni - 483501 (M. P.)
 Mobile No. : 9425156473

Service Centre & Stores
 Kolkata - 700088
 Tel : 033-24010782
 e-mail : storeskolkotte@rm.beml.co.in

Ref: CS/SE/QR3/1155

8th February, 2011

The Bangalore Stock Exchange Limited,
 Stock Exchange Towers,
 No.51, 1st Cross, J.C.Road,
 BANGALORE 560 027

Dear Sirs,

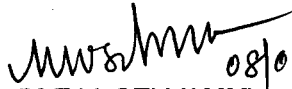
Sub : Un-audited financial results for the third quarter ended 31st December, 2010

Ref : Our letter Ref : CS/SE/QR3/1132, 19th January, 2011

In terms of Clause 41 of the Listing Agreement, we furnish herewith the un-audited financial results, in the prescribed format, for the third quarter ended 31st December, 2010. The un-audited financial results have been considered and taken on record by the Board at its 295th Meeting held on 8th February, 2011. Arrangements have also been made to publish the same in a leading national as also local daily.

Further to this, we are forwarding herewith a copy of the **Limited Review Report of M/s Padmanabhan Ramani & Ramanujam, Chartered Accountants, Bangalore** for the same period.

Yours faithfully
 For BEML LIMITED


 (M E V SELVAM)
 Company Secretary

Encl : as above

Cc : 1. Listing Department, DCS-CRD
 The Bombay Stock Exchange Limited,
 P.J.Towers, 25th Floor,
 Dalal Street,
 MUMBAI – 400 001

2. The National Stock Exchange of India Limited
 Exchange Plaza, Bandra-Kurla Complex
 Bandra (East),
 MUMBAI – 400 051

**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)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		(1)	(2)	(3)	(4)	(5)
1	Sales/Income from operations	83626	89353	247153	205598	355767
	Less: Value of Consortium supply	14665	16999	64545	33906	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	36996
	g. Total	60228	62564	162466	165696	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. Natarajan)
CHAIRMAN AND MANAGING DIRECTOR

The Board of Directors
BEML LTD.
BEML Soudha
BANGALORE- 560027

Sub: LIMITED REVIEW REPORT

Dear sirs:

1. We have reviewed the accompanying statement of un-audited financial results of BEML LIMITED for the nine month period ended 31st December 2010 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 these financial statements 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. In line with Company's stated policy of recognizing sales based on the unconditional appropriation, Sales/ Income from operations include Rs.17768.57/- lakhs in respect of items which remain to be dispatched/reach the customers on or before 31st December 2010. Had the Company applied the opinion of the Expert Advisory Committee of Institute of Chartered Accountants of India, and accounting standard on the revenue recognition (AS 9), significant risk and rewards in these sales would not have passed on to the customers on or before 31st December 2010. This has resulted in overstating of Sales/Income from Operations, Excise Duty and Profit before tax by Rs. 17768.57/- lakhs, Rs.1274.79 lakhs, Rs.3020.49/- lakhs respectively and consequent understating of Increase in stock in trade and work in progress by Rs. 13473.29 lakhs.



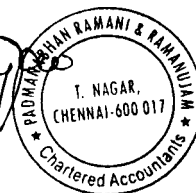
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4. Balances in sundry debtors are subject to confirmation, reconciliation and consequential adjustments, if any. The impact of the same is at present not ascertainable.
5. Based on our review conducted as above, except for the effects of overstatement of sales and profit for the reasons indicated in Paragraph 3 and impact of adjustments if any required in sundry debtors as above in Paragraph 4, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized 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 it has any material misstatement.

For **Padmanabhan Ramani and Ramanujam**
Chartered Accountants
Firm Reg No. 002510S

P. Ranganathan

P. Ranga Ramanujam
Partner
Membership No : 22201



Place Bangalore
Date 8th Feb 2011