भारत हेवी इलेक्ट्रिकल्स लिमिटेड
Bharat Heavy Electricals Limited

FROM: I.P. SINGH, COMPANY SECRETARY,
BHEL, SIRI FORT, NEW DELHI – 110 049

TO:

1. THE DGM, CORP. RELATIONSHIP DEPTT.
BOMBAY STOCK EXCHANGE LIMITED, MUMBAI
(FAX NOS. 022-22723121/ 2272 2039)

2. THE MANAGER – LISTING
NATIONAL STOCK EXCHANGE OF INDIA LTD., MUMBAI
(FAX NO.022-26598237/38)

SUB: AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2011

Pursuant to **Clause 41** of the Listing Agreement, Audited Financial Results of BHEL for the quarter & half-year ended on **30th September, 2011** have been taken on record by the Board of Directors of the Company in its meeting held on Monday, **14th November, 2011**. A copy of the said results alongwith the Auditors' Report thereon is enclosed herewith.

Regards,

No. AA/SCY/29
Dt. 14.11.2011

(I.P. SINGH)
COMPANY SECRETARY

BHARAT HEAVY ELECTRICALS LIMITED
AUDITED FINANCIAL RESULTS (STANDALONE)
FOR AND UPTO THE QUARTER ENDED 30th SEPTEMBER 2011

(₹ Crores)

SL. NO.	PARTICULARS	3 Months Ended 30.09.2011	Corresponding 3 Months in the previous year ended 30.09.2010	6 Months Ended 30.09.2011 (Audited)	Corresponding 6 Months in the previous year ended 30.09.2010	Year to date figures for the previous year ended 31.03.2011 (Audited)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1.	Sales / Income from Operations	10757.57	8715.46	18190.77	15476.69	43379.89
	Less:Excise Duty/Service Tax	459.01	387.05	766.53	668.59	1801.09
2	Net sales/income from operations	10298.56	8328.41	17424.24	14808.10	41578.80
3	Value of production (Net of Excise duty/Service Tax)	10698.37	8717.49	18238.49	15320.58	41527.24
4	Other Operating Income	246.95	162.24	392.73	283.59	916.71
5	Total Expenditure	8775.12	6992.36	15104.26	12755.27	34076.92
	a)(Increase)/decrease in stock-in-trade and work in progress	-447.85	-393.15	-878.44	-518.40	-127.35
	b)Consumption of raw materials	6565.82	5357.21	11146.38	9291.82	22670.70
	c)Staff Cost	1349.14	1264.09	2650.09	2601.84	5410.41
	d) Depreciation	188.81	134.10	359.72	260.99	544.12
	e)Other expenditure	1119.20	630.11	1826.51	1119.02	5579.04
6	Profit from operations before other income, interest & taxation (2+4-5)	1770.39	1498.29	2712.71	2336.42	8418.59
7	Other income	219.86	161.99	468.51	325.44	641.81
8	Profit before interest & taxation (6+7)	1990.25	1660.28	3181.22	2661.86	9060.40
9	Interest	9.64	5.93	18.44	9.76	54.73
10	Profit Before Tax (8-9)	1980.61	1654.35	3162.78	2652.10	9005.67
11	a)Provision for Taxation (incl deferred tax)	568.58	515.84	935.24	845.94	3075.92
	b)Prior period tax		-3.77		-3.77	-81.45
12	Net Profit (10-11)	1412.03	1142.28	2227.54	1809.93	6011.20
13	Paid-up Equity Share Capital	489.52	489.52	489.52	489.52	489.52
	(Face Value per Share (Rs.))	(10)	(10)	(10)	(10)	(10)
14	Reserves excluding revaluation reserves					19664.32
15	Earnings per Share Basic and Diluted (not annualised) (Rs.)	28.85	23.33	45.50	36.97	122.80
16	Public shareholding					
	No. of Shares	158009600	158009600	158009600	158009600	158009600
	Percentage of shareholding	32.28%	32.28%	32.28%	32.28%	32.28%
17	Promoters and promoter group Shareholdir					
	a) Pledged/Encumbered					
	-No. of Shares	NIL	NIL	NIL	NIL	NIL
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)					
	-Percentage of shares (as a % of the total share capital of the company)					
	b) Non-Encumbered					
	-No. of Shares	331510400	331510400	331510400	331510400	331510400
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the company)	67.72%	67.72%	67.72%	67.72%	67.72%

Segmentwise Revenue, Results and Capital Employed :

(₹Crores)

		3 Months Ended 30.09.2011	Corresponding 3 Months in the previous year ended 30.09.2010	6 Months Ended 30.09.2011 (Audited)	Corresponding 6 Months in the previous year ended 30.09.2010	Year to date figures for the previous year ended 31.03.2011 (Audited)
1	Segment Revenue					
	A. Power	7797.30	7054.66	13577.61	12428.02	33165.45
	B. Industry	2960.27	1660.80	4613.16	3048.67	10214.44
	Total	10757.57	8715.46	18190.77	15476.69	43379.89
	Inter segmental revenue					
	Sales / Income from operations	10757.57	8715.46	18190.77	15476.69	43379.89
2	Segment Results (Profit before tax and interest)					
	A. Power	1315.89	1418.53	2267.70	2489.17	7954.34
	B. Industry	800.41	336.82	1173.69	529.99	2283.51
	Total	2116.30	1755.35	3441.39	3019.16	10237.85
	Less Interest	9.64	5.93	18.44	9.76	54.73
	Other un-allocable expenditure net of income	126.05	95.07	260.17	357.30	1177.45
	Total Profit before Tax	1980.61	1654.35	3162.78	2652.10	9005.67
3	Capital Employed (Segment Assets - Segment Liabilities)					
	A. Power			8272.24	3430.82	4851.63
	B. Industry			3996.23	1696.08	3445.84
	Capital Employed (including unallocable common)			19770.75	15046.30	16391.46

The figures have been regrouped, wherever necessary.

Notes:-

1 Statement of Assets and Liabilities

(₹Crores)

PARTICULARS	Stand Alone	
	As at the end of 30.09.2011	As at the end of 30.09.2010
SOURCES OF FUNDS		
SHAREHOLDERS FUND:		
(a) Capital	489.52	489.52
(b) Reserves and Surplus	21891.86	17237.77
LOAN FUNDS	1480.07	416.99
TOTAL	23861.45	18144.28
APPLICATION OF FUNDS		
FIXED ASSETS (Incl. CWIP)	5379.34	4115.88
INVESTMENTS	461.67	428.37
DEFERRED TAX ASSETS (NET)	2365.63	1517.47
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	13158.58	10708.10
(b) Sundry Debtors	30569.29	22103.93
(c) Cash and Bank balances	7949.11	8677.00
(d) Other current assets	308.70	258.66
(e) Loans and Advances	3410.17	3888.21
Less: Current Liabilities and Provisions		
(a) Current Liabilities	32838.13	29558.36
(b) Provisions	6902.91	3994.98
NET CURRENT ASSETS	15654.81	12082.56
TOTAL	23861.45	18144.28

2 Details of Investor Complaints:

Pending as on 01.07.2011	Received during the quarter	Resolved during the quarter	Pending as on 30.09.2011
Nil	209	209	Nil

3 During the period, company has accounted the leave encashment expenditure with 30 days a month as base for computation of encashment of leave as per specific instructions issued by DPE on the subject . This is against the earlier formula of computation of leave encashment based on 26 days a month. The impact due to this change is increase in profit before tax by ₹166Crores.

4 The company has an outstanding order book position of about ₹161000 crores at the end of Quarter-II 2011-12.

5 As part of the ongoing FPO requirement, the accounts for the half year ended 30.09.2011 have been prepared in line with the AS-25 (Interim Financial Reporting) and audited in line with Clause 41 of the listing agreement.

6 Pursuant to the resolution passed by the shareholders of the company in the AGM held on 20.09.2011, the existing equity shares (Face Value ₹10) have been sub-divided into 5 equity shares of ₹2 each w.e.f. 4.10.2011.

7 The above results have been reviewed by the Audit Committee and were taken on record by the Board of Directors in their meeting held on 14.11.2011.

For Bharat Heavy Electricals Limited

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(B. Prasada Rao)
Chairman & Managing Director

Place : Bengaluru
Dated : 14.11.2011

GANDHI MINOCHA & CO.
CHARTERED ACCOUNTANTS
Office : # B-6, Shakti Nagar Extension, Near Laxmi Bai College, Delhi-110 052
Phone : 011-27303078, 42273690 I **Fax :** 011-27308800
E-mail : gandhica@yahoo.com

Ref. No. ..... Date: .....

Auditor's Report Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors
Bharat Heavy Electricals Limited
New Delhi

We have audited the quarterly financial results of **M/s Bharat Heavy Electricals Limited** for the quarter ended 30.09.2011 and the year to date results for the period 01.04.2011 to 30.09.2011, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement 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. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 or by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:
(i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
(ii) give a true and fair view of the net profit/ loss and other financial information for the quarter ended 30.09.2011 as well as the year to date results for the period from 01.04.2011 to 30.09.2011.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For Gandhi Minocha & Co.
Chartered Accountants
FRN: 000458N

GANDHI MINOCHA & CO. CHARTERED ACCOUNTANTS NEW DELHI

(Bhupinder Singh)
Partner
M. No. : 092867

Place: Bengaluru
Date: 14-11-2011

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