PROUD TO BE INDIAN
PRIVILEGED TO BE GLOBAL

HEG/SECTT/2012/ 3rd February, 2012

Madhya Pradesh Stock Exchange,
201, Palika Plaza-II,
MTH Compound,
INDORE - 452001
Fax No. # 0731 2432849

Bombay Stock Exchange Ltd, Mumbai (Fax No.022-22723121/3719/2039/2041/2061
25th Floor, P J Towers
Dalal Street
MUMBAI - 400 001

National Stock Exchange of India Ltd. (Fax No. 022-2659 8237/38) 26598347/48
Exchange Plaza, 5th Floor
Plot No.C/1, G Block, Bandra - Kurla Complex
Bandra (E), MUMBAI - 400 051

Sub: Unaudited Financial Results for the quarter & nine months period ended 31st December, 2011, alongwith the Limited Review Report for the quarter ended on that date / Outcome of Board Meeting held on 3rd February, 2012.

Dear Sir,

1) We are pleased to fax / send herewith the unaudited financial results of the Company for the quarter & nine months period ended the 31st December, 2011 alongwith the Limited Review Report as approved and taken on record by the Board of Directors at its meeting held today i.e. 3rd February, 2012.

2) The Board of Directors has also approved issue of Non Convertible Debentures for an aggregate amount of Rs. 100 Crores on private placement basis.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For **HEG Limited**

(ASHISH SABHARWAL)
COMPANY SECRETARY

Encl: as above.

LIMITED REVIEW REPORT

To
The Board of Directors
HEG Limited
Noida.

We have reviewed the accompanying statement of unaudited financial results of HEG Limited (the "Company") for the quarter ended December 31, 2011 (the "statement") being submitted by the company pursuant to the requirements of clause 41 of the Listing Agreement with Stock Exchanges except for the disclosures regarding 'Public Shareholding' and "Promoter and Promoter Group Shareholding" which have been traced from the disclosures made by the management and have not been reviewed by us. The statement of quarterly financial results has been prepared from interim financial statements which are 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 results based on our review.

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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard AS - 25 'Interim Financial Reporting' notified pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) 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 that it contains any material misstatement.

For **Doogar & Associates**
Chartered Accountants
Firm Registration No. 000561N

(MUKESH GOYAL)
Partner
Membership No. 081810

For **S.S. Kothari Mehta & Co.**
Chartered Accountants
Firm Registration No. 000756N

(ARUN K. TULSIAN)
Partner
Membership No. 089907

Place : Noida
Date : February 3, 2012

HEG LTD

Corporate Office : Bhilwara Towers, A-12, Sector -1, NOIDA - 201301.

Registered Office : Mandideep (Near Bhopal), Distt. Raisen, Madhya Pradesh-462046.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31ST DECEMBER, 2011

₹ in Crores

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		Unaudited			Unaudited		Audited
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
1	a) Net Sales / Income from Operations	417.95	319.17	310.31	1016.62	832.09	1113.65
	(b) Other Operating Income	-	-	-	-	-	-
	Total Income	417.95	319.17	310.31	1016.62	832.09	1113.65
2	Total Expenditure						
	a) (Increase) / Decrease in Stocks	25.18	(12.44)	(5.81)	4.83	(75.54)	(117.73)
	b) Consumption of Raw Materials	173.28	181.43	159.94	494.40	450.65	612.98
	c) Purchase of Traded Goods	-	-	-	-	-	-
	d) Power & Fuel (Net of Interdivisional Purchases)	24.13	19.80	15.40	72.48	51.52	68.29
	e) Staff Cost	13.04	10.71	10.77	35.05	31.43	44.07
	f) Depreciation & Amortisation	14.61	14.04	14.29	42.39	43.31	57.31
	g) Other Expenditure	97.24	75.52	66.76	238.89	198.48	282.46
	Total	347.48	289.06	261.35	888.04	699.84	947.38
3	Profit from Operationsbefore Other Income, Interest & Exceptional Items	70.47	30.11	48.96	128.58	132.25	166.27
4	Other Income	5.99	3.78	3.00	12.31	7.24	14.95
5	Profit before Interest & Exceptional Items	76.46	33.89	51.96	140.89	139.48	181.22
6	Interest & finance charges	13.65	7.79	9.97	29.34	27.60	36.62
7	Profit after Interest but before Exceptional Items	62.81	26.10	41.99	111.55	111.88	144.59
8	Exceptional Items- Foreign Exchange Gain /(Loss)	(35.50)	(11.55)	6.41	(44.69)	13.52	23.48
9	Profit from Ordinary Activities before Tax	27.31	14.55	48.40	66.86	125.40	168.07
10	Provision for Taxation						
	- Current (Net)	3.26	1.01	12.57	9.52	33.28	41.69
	- Earlier Year(s)	0.01	-	(2.37)	0.01	(2.37)	(2.48)
11	Net Profit from Ordinary Activities after Tax	24.04	13.54	38.20	57.33	94.50	128.86
12	Paid -Up Equity Capital (Face Value ₹ 10/- per share)	39.96	40.44	42.85	39.96	42.85	42.85
13	Earning Per Share (₹) - Basic	5.89	3.29	8.92	14.04	22.05	30.08
	(not annualised) - Diluted	5.89	3.29	8.92	14.04	22.05	30.08
14	Public Shareholding						
	- Number of Shares	17,493,410	18,101,970	20,448,399	17,493,410	20,448,399	20,448,399
	- Percentage of Shareholding	43.78	44.70	47.73	43.78	47.73	47.73
15	Promoters and Promoter Group Shareholding						
	a) Pledged/Encumbered						
	-Number of Shares	-	-	-	-	-	-
	-Percentage of Shares (as % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	-Percentage of Shares (as % of the total share capital of the company)	-	-	-	-	-	-
	b) Non-encumbered						
	-Number of Shares	22,465,732	22,396,372	22,396,508	22,465,732	22,396,508	22,396,508
	-Percentage of Shares (as % of the total shareholding of promoter and promoter group)	100	100	100.00	100	100	100
	-Percentage of Shares (as % of the total share capital of the company)	56.22	55.30	52.27	56.22	52.27	52.27

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

₹ in Crores

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		Unaudited			Unaudited		Audited
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
1	Segment Net sale / Income						
	Graphite	404.02	312.98	301.89	994.33	804.31	1079.44
	Power	64.50	56.58	50.20	161.84	142.98	196.66
	Others	0.03	0.01	0.10	0.07	0.31	0.43
	Less: Inter segment sales	50.60	50.40	41.88	139.62	115.51	162.90
	Net Sales / Income from Operations	417.95	319.17	310.31	1016.62	832.09	1113.65
2	Segment Profit / (Loss) Before Tax						
	Graphite	52.72	20.10	37.33	95.15	109.37	131.68
	Power	20.67	12.28	13.88	39.55	27.85	46.55
	Others	3.06	1.51	0.75	6.19	2.26	2.98
	Less:						
	Interest & finance charges	13.65	7.79	9.97	29.34	27.60	36.62
	Exceptional Items-Foreign Exchange Gain/(Loss)	(35.50)	(11.55)	6.41	(44.69)	13.52	23.48
	Profit Before Tax	27.31	14.55	48.40	66.86	125.40	168.07
3	Capital Employed						
	Graphite	900.33	804.11	752.33	900.33	752.33	779.80
	Power	225.44	227.64	230.53	225.44	230.53	225.82
	Unallocable / Others	86.12	77.28	43.51	86.12	43.51	86.10
	Total	1211.89	1109.03	1026.37	1211.89	1026.37	1091.72

Notes :

1 The figures of the corresponding previous period / year have been regrouped / recast wherever considered necessary to correspond to current period / year classification.

2 The Graphite Electrodes Capacity expansion from current 66,000 MT to 80,000 MT p.a. has been completed and trial runs are under progress.

3 A total of 10 shareholders' complaints were received during the quarter and all of them have been resolved.

4 The above unaudited financial results have been subjected to a Limited Review by the auditors of the Company and reviewed by the Audit Committee and approved & taken on record by the Board at their respective meetings held on the 3rd February, 2012.

5 The Company has completed the buy-back of Equity Shares by buying and extinguishing 28,85,765 Equity Shares at an average price of ₹233.91 per share from the Paid-up Equity Capital, out of which 4,75,860 Equity Shares were bought back during the quarter under review. Approximately total amount of the Maximum Offer Size of ₹67.50 Crores was utilised in the said buy-back.

6 The Company has exercised the option made available by the Notification dated 29th December 2011 issued by the Ministry of Company Affairs. Accordingly, an amount of ₹ 7.34 crores (₹3.62 crores relates to quarter ended 31st December 2011 and ₹3.72 crores relates to previous quarters) being exchange differences arising on reporting of Long Term Foreign Currency Loans availed for acquisition of depreciable fixed assets have been taken to respective assets account.

Place : Noida
Dated : 3rd February 2012

HEG LIMITED LNJ NOIDA

For HEG Limited

Ravi Jhunjhunwala
Chairman & Managing Director