**McNally Bharat Engineering Company Limited**

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9.11.2012

National Stock Exchange of India Ltd
"Exchange Plaza"
Bandra – Kurla Complex
Bandra (E)
Mumbai 400051

Dear Sirs,

Sub: **Unaudited Financial Results**

We enclose Unaudited Financial Results for the Quarter ended 30th September, 2012, which were taken on record by the Board of Directors of the Company at its Meeting held on 9 November, 2012 along with the Auditors' Report on Limited Review of the same. Kindly acknowledge receipt.

Thanking you.

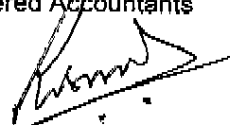
Yours faithfully,
For McNally Bharat Engineering. Co. Ltd.

Sukanta Chattopadhyay
V.P Commercial & Company Secretary

The Board of Directors
McNally Bharat Engineering Company Limited,
4 Mangoe Lane,
Kolkata 700001.

1. We have reviewed the results of McNally Bharat Engineering Company Limited (the "Company") for the quarter ended 30th September, 2012 which are included in the accompanying 'Unaudited Financial Results for the Quarter ended 30th September, 2012' and the statement of assets and liabilities as on that date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. 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 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.
3. 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.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and 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 Lovelock & Lewes
Firm Registration Number: 301056E
Chartered Accountants



Prabal Sarkar
Partner
Membership Number: 52340

Kolkata
Dated: 9th November, 2012.

McNALLY BHARAT ENGINEERING COMPANY LIMITED
Regd. Office: 4 MANGOE LANE, Kolkata 700 001
Unaudited Financial Results
for the Quarter ended 30th September 2012

PART I : Statement of Standalone Unaudited Results for the Quarter and 6 months ended 30th September, 2012

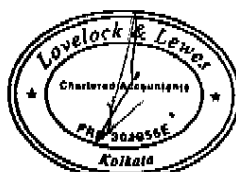
(All figures in Rs. Lacs, unless otherwise stated)

Sl. No.	Particulars (Refer Notes Below)	3 months ended 30/09/2012 Unaudited	Preceding 3 months ended 30/06/2012 Unaudited	Corresponding 3 months ended 30/09/2011 in the previous year Unaudited	Year to date figures for current year ended 30/09/12 Unaudited	Year to date figures for previous year ended 30/09/11 Unaudited	Previous year ended 31/03/2012 Audited
1	Income from operations						
	(a) Net Sales/ Income from operations (Net of Excise Duty)	51,286	42,312	49,805	93,608	85,805	207,393
	(b) Other operating income	123	479	52	802	300	527
	Total income from operations (net)	51,419	42,791	49,857	94,410	86,105	207,920
2	Expenses						
a	Changes in inventories of finished goods, work in progress and stock in trade	-	-	-	-	-	-
b	Cost of materials consumed	23,660	23,769	23,960	47,449	40,460	106,310
c	Purchases of stock-in-trade	-	-	-	-	-	-
d	Outsourcing expenses to outsiders for job work	14,798	8,158	12,936	22,956	23,424	52,922
e	Employee benefit expenses	3,993	3,878	4,000	7,671	7,023	14,398
f	Depreciation and amortisation expenses	308	314	227	622	451	1,053
g	Other expenses	5,071	3,795	5,891	9,868	9,698	20,308
	Total expenses	47,830	39,734	47,014	87,884	81,056	184,991
3	Profit from Operations before other income, finance cost and exceptional items (1-2)	3,589	3,057	2,843	6,526	5,049	12,929
4	Other Income	41	275	204	317	297	1,206
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	3,630	3,332	3,047	6,843	5,346	14,135
6	Finance costs	2,395	2,061	1,433	4,447	2,552	5,281
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	1,235	1,271	1,614	2,396	2,794	8,854
8	Exceptional Items	-	-	-	-	-	-
9	Profit from ordinary activities before tax (7-8)	1,235	1,271	1,614	2,396	2,794	8,854
10	Tax expense	389	389	542	788	956	1,289
11	Net Profit from ordinary activities after tax (9-10)	846	882	1,072	1,608	1,838	7,565
12	Extraordinary Item (net of tax expense Rs. NIL)	-	-	-	-	-	-
13	Net Profit for the period (11-12)	846	882	1,072	1,608	1,838	7,565
14	Paid up Equity share Capital (Face value of the share Rs. 10)	3,109	3,109	3,109	3,109	3,109	3,109
15	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year	-	-	-	-	-	29,745
16	Earning per Share (before and after extraordinary items)						
	Basic EPS (Rs.)	2.75	2.81	3.45	5.56	5.91	21.11
	Diluted EPS (Rs.)	2.75	2.81	3.45	5.56	5.91	21.11
	See accompanying note to the financial results						

PART II : Select Information for the Quarter and 6 months ended 30th September, 2012

Sl. No.	Particulars	3 months ended 30/09/2012 Unaudited	Preceding 3 months ended 30/06/2012 Unaudited	Corresponding 3 months ended 30/09/2011 in the previous year Unaudited	Year to date figures for current year ended 30/09/12 Unaudited	Year to date figures for previous year ended 30/09/11 Unaudited	Previous year ended 31/03/2012 Audited
A.	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	No. of Shares	21,056,075	21,056,075	21,056,075	21,056,075	21,056,075	21,056,075
	Percentage of Shareholding	87.72	87.72	87.72	87.72	87.72	87.72
2	Promoters and promoter Group Shareholding						
a)	Pledged/Encumbered						
	Number of Shares	5,325,000	5,325,000	4,325,000	5,325,000	4,325,000	5,325,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	53.05	53.05	43.09	53.05	43.09	53.05
	- Percentage of shares (as a % of the total share capital of the Company)	17.12	17.12	13.91	17.12	13.91	17.12
b)	Non-encumbered						
	number of shares	4,712,743	4,712,743	5,712,743	4,712,743	5,712,743	4,712,743
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	46.95	46.95	56.91	46.95	56.91	46.95
	- Percentage of shares (as a % of the total share capital of the Company)	15.16	15.16	18.37	15.16	18.37	15.16

Particulars	3 months ended 30/09/2012
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remaining unresolved at the end of the quarter	NIL



Notes:-

1 Standalone Statement of Assets and Liabilities

Particulars	As at 30/09/2012 (Unaudited)	As at 31/03/2012 (Audited)
A. EQUITY AND LIABILITIES		
(1) Shareholder's Fund		
(a) Share capital	3,109	3,109
(b) Reserve and surplus	31,474	29,745
	34,583	32,854
(2) Non Current Liabilities		
(a) Long term Borrowings	3,699	3,591
(b) Deferred Tax liabilities (net)	-	-
(c) Other long term Liabilities	67	34
(d) Long term Provisions	1,788	5,133
	5,554	8,758
(3) Current Liabilities		
(a) Short term borrowings	59,415	34,502
(b) Trade Payables	89,888	78,807
(c) Other Current Liabilities	49,200	62,634
(d) Short Term Provision	8,382	2,321
	194,883	176,264
TOTAL	226,020	217,876
B. ASSETS		
(1) Non Current Asset		
(a) Fixed Assets		
(i) Tangible Assets	11,124	11,424
(ii) Intangible Assets	198	272
(iii) Capital work in Progress	886	11
(iv) Intangible asset under development	-	-
	12,208	11,707
(b) Non Current Investment	17,429	17,429
(c) Long Term Loans and Advances	1,275	1,300
(d) Other Non Current Assets	1	-
(2) Current Assets		
(a) Current Investments	7	7
(b) Inventories	6,323	6,343
(c) Trade Receivables	129,546	133,306
(d) Cash and Bank Balances	1,414	1,208
(e) Short Term Loans and Advances	28,188	25,227
(f) Other Current Assets	28,661	21,349
	194,107	187,440
TOTAL	226,020	217,876

2 The above unaudited results have been reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on 9th November, 2012.

3 The operation of the Company is a single segment, hence segment reporting as defined in Accounting Standard 17 is considered not applicable.

4 Project business is subject to quarter to quarter variations and one quarter's performance in isolation does not necessarily indicate full year's performance.

5 Consequent to SEBI CIR/CFD/DIL/4/2012 dated 16th April, 2012, the Results are prepared as per Revised Schedule VI except Results in column 'Corresponding 3 months ended 30/09/2011 in the previous year' and in column 'Year to date figures for previous year ended 30/09/2011', which were prepared as per the then applicable, pre-revised Schedule VI to the Companies Act, 1956. Accordingly, the previous period's figures have been reclassified to conform to this period's classification.

The adoption of Revised Schedule VI for previous period figures do not impact recognition and measurement principles followed for preparation of this Statement.

6 Deferred tax asset has been recognised to the extent of deferred tax liability.

7 Previous year's figures have been regrouped/rearranged wherever necessary.

Kolkata
9th November, 2012

PRADYUMN CHOSH
WHOLETIME DIRECTOR & GROUP CFO

