

NATIONAL ENGINEERING INDUSTRIES LTD. REGD. OFFICE: 9/1 R. N. MUKHERJEE ROAD, KOLKATA - 700001 UNAUDITED FINANCIAL RESULTS ( PROVISIONAL ) FOR THE QUARTER ENDED DECEMBER 31, 2009						( Rs in Lacs )
DESCRIPTION	QTR ENDED		9 MONTHS ENDED		YEAR ENDED	
	31.12.09 Reviewed	31.12.08 Reviewed	31.12.09 Reviewed	31.12.08 Reviewed	31.03.2009 Audited	
<b>1. SALES / INCOME FROM OPERATIONS</b>	19,592.13	18,133.07	60,980.85	53,661.59	70,490.73	
Less: EXCISE DUTY	1,594.94	2,034.38	4,906.32	6,398.07	7,903.57	
Less: SERVICE TAX	0.14	-	0.48	0.19	0.50	
Less: SALES TAX	603.46	576.58	2,043.13	1,805.80	2,374.57	
<b>NET SALES / INCOME FROM OPERATIONS</b>	<b>17,393.59</b>	<b>15,522.11</b>	<b>54,030.92</b>	<b>45,457.60</b>	<b>60,212.09</b>	
<b>2. OTHER OPERATING INCOME</b>	<b>28.24</b>	<b>11.82</b>	<b>45.32</b>	<b>49.34</b>	<b>85.58</b>	
	<b>17,421.83</b>	<b>15,533.93</b>	<b>54,076.24</b>	<b>45,506.94</b>	<b>60,297.67</b>	
<b>3. TOTAL EXPENDITURE</b>						
a) Increase ( - )/Decrease(+) in stock in trade	(603.87)	(436.34)	547.70	(2,049.79)	(2,288.83)	
b) Consumption of raw material	7,665.00	7,541.68	23,869.94	20,905.07	28,371.77	
c) Purchase of Traded goods	326.94	231.89	850.40	546.45	600.06	
d) Employee cost	1,933.53	1,696.75	5,749.53	5,031.66	6,875.53	
e) Other expenditure	4,266.32	3,268.90	12,270.51	11,395.06	13,853.55	
	<b>13,587.92</b>	<b>12,302.88</b>	<b>43,288.08</b>	<b>35,828.45</b>	<b>47,412.08</b>	
<b>4. PROFIT FROM OPERATIONS BEFORE OTHER INCOME, DEPRECIATION, INTEREST &amp; EXCEPTIONAL ITEMS (1 + 2 - 3)</b>	<b>3,833.91</b>	<b>3,231.05</b>	<b>10,788.16</b>	<b>9,678.49</b>	<b>12,885.59</b>	
<b>5. DEPRECIATION</b>	991.42	888.06	2,796.60	2,827.55	3,770.53	
<b>6. PROFIT FROM OPERATIONS BEFORE OTHER INCOME, INTEREST &amp; EXCEPTIONAL ITEMS (4 - 5)</b>	<b>2,842.49</b>	<b>2,342.99</b>	<b>7,991.56</b>	<b>6,850.94</b>	<b>9,115.06</b>	
<b>7. OTHER INCOME</b>	393.17	286.27	969.68	1233.79	1,525.21	
<b>8. PROFIT BEFORE INTEREST &amp; EXCEPTIONAL ITEMS (6 + 7)</b>	<b>3,235.66</b>	<b>2,629.26</b>	<b>8,961.24</b>	<b>8,084.73</b>	<b>10,640.27</b>	
<b>9. INTEREST</b>	480.94	1,059.46	1,839.94	2,611.60	3,653.43	
<b>10. PROFIT AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (8 - 9)</b>	<b>2,754.72</b>	<b>1,569.80</b>	<b>7,121.30</b>	<b>5,473.13</b>	<b>6,986.84</b>	
<b>11. EXCEPTIONAL ITEM</b>						
- INVESTMENT WRITTEN OFF	-	450.00	-	693.00	693.00	
- PROVISION FOR DIMINUTION IN VALUE OF INVESTMENT	-	-	-	-	677.32	
<b>12. PROFIT BEFORE TAX</b>	<b>2,754.72</b>	<b>1,119.80</b>	<b>7,121.30</b>	<b>4,780.13</b>	<b>5,616.52</b>	
<b>13. PROVISION FOR TAXATION</b>						
- CURRENT TAX	(870.50)	(493.00)	(2,375.50) ****	(2,003.50) **	(2,128.71) *	
- DEFERRED TAX CHARGE ( - ) / CREDIT ( + )	(200.50)	(58.70)	(333.34)	184.00 ***	(118.11)	
- FRINGE BENEFIT TAX	-	(18.07)	2.03	(51.60)	(62.26)	
<b>14. NET PROFIT</b>	<b>1,683.72 #</b>	<b>550.03</b>	<b>4,414.49</b>	<b>2,909.03</b>	<b>3,307.44</b>	
<b>15. PAID UP EQUITY SHARE CAPITAL</b> ( Face value of each share Rs. 10 each )	<b>80.00</b>	<b>80.00</b>	<b>80.00</b>	<b>80.00</b>	<b>80.00</b>	
<b>16. RESERVE EXCLUDING REVALUATION RESERVE</b>	-	-	-	-	25,538.01	
<b>17. BASIC AND DILUTED EPS FOR THE PERIOD (NOT ANNUALISED)</b>	<b>210.47</b>	<b>68.75</b>	<b>551.81</b>	<b>363.63</b>	<b>413.43</b>	
<b>18. AGGREGATE OF PUBLIC SHARE HOLDING</b>						
Number of shares	NIL	NIL	NIL	NIL	NIL	
% of shareholding	-	-	-	-	-	
<b>19. PROMOTERS AND PROMOTERS GROUP SHAREHOLDING</b>						
a) Pledged / Encumbered						
- Number of Shares	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 )	-	-	-	-	-	
a) Non Encumbered						
- Number of Shares	800,000	800,000	800,000	800,000	800,000	
- Percentage of Shares ( as a % of the total shareholding of 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 )	100.00	100.00	100.00	100.00	100.00	
*Include Rs.15.29 Lacs net credit related to previous year						
**Include Rs.64.50 Lacs related to previous year						
*** Include credit of Rs.65.93 Lacs related to previous year						
****Include Rs.8.50 Lacs related to previous year						

NATIONAL ENGINEERING INDUSTRIES LTD.						
REGD. OFFICE: 9/1 R. N. MUKHERJEE ROAD. KOLKATA - 700001						
UNAUDITED FINANCIAL RESULTS ( PROVISIONAL ) FOR THE QUARTER ENDED DECEMBER 31, 2009						
						( Rs in Lacs )
		QTR ENDED		9 MONTHS ENDED		YEAR ENDED
SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED		31.12.09	31.12.08	31.12.09	31.12.08	31.03.2009
		Reviewed	Reviewed	Reviewed	Reviewed	Audited
1.	Segment Revenue					
	a) Bearing Division	16,222.66	14,731.34	50,867.59	42,950.34	57,064.75
	b) Others *	1,061.80	847.75	3,338.51	2,694.90	3,420.40
	<b>Total Net Sales/Income from operations</b>	<b>17,284.46</b>	<b>15,579.09</b>	<b>54,206.10</b>	<b>45,645.24</b>	<b>60,485.15</b>
	Less : Inter segment revenue	-	-	-	-	-
	<b>Net sale/income from operations</b>	<b>17,284.46</b>	<b>15,579.09</b>	<b>54,206.10</b>	<b>45,645.24</b>	<b>60,485.15</b>
2.	Segment Results ( from each segment)					
	a) Bearing Division	3,172.12	2,263.50	8,458.43	7,378.97	8,841.52
	b) Others *	510.76	382.80	1,548.50	1,109.40	987.26
	<b>Segmentwise profit before interest &amp; tax</b>	<b>3,682.88</b>	<b>2,646.30</b>	<b>10,006.93</b>	<b>8,488.37</b>	<b>9,828.78</b>
	Less : i. Interest	480.94	1,059.46	1,839.94	2,611.60	3,653.43
	ii. Other un-allocable expenditure					
	net off un-allocable income	447.22	467.04	1,045.69	1,096.64	558.83
	<b>Total Profit before Tax</b>	<b>2,754.72</b>	<b>1,119.80</b>	<b>7,121.30</b>	<b>4,780.13</b>	<b>5,616.52</b>
3.	Capital Employed (Segment Assets-Segment Liabilities)					
	a) Bearing Division	50,257.70	56,338.46	50,257.70	56,338.46	55,431.50
	b) Others*	3,185.09	2,153.71	3,185.09	2,153.71	2,642.08
	c) Un-Allocated	7,823.58	9,495.49	7,823.58	9,495.49	8,922.74
	<b>Total</b>	<b>61,266.37</b>	<b>67,987.66</b>	<b>61,266.37</b>	<b>67,987.66</b>	<b>66,996.32</b>
	*'Others' includes technical services, agency services and manufacturing and marketing of rubber products.					

**Notes:**

- The Company has given a loan to an unlisted company whose accumulated losses exceed its paid up capital, of which a net amount of Rs. 721.28 lacs is outstanding as at December 31, 2009. However having regard to the long term and strategic involvement of the Company with this company, no provision is considered necessary on this account. This matter was also the subject matter of qualification in the report of auditors on the accounts for the year ended March 31, 2009 and quarter ended June 30, 2009 and September 30, 2009.
- The Company did not have any unresolved investor complaints as at the beginning/end of the quarter. During the quarter, the Company has not received any complaints.
- Other Income for the nine months ended December 31, 2008 includes Rs. 312.66 lacs pertaining to profit on sale of investment in shares.
- The promoters' group shareholding in the Company has become 100% with effect from May 26, 2006 under the provisions of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations 2006. Consequently the Company had filed application dated June 19, 2006 for delisting with both The Delhi Stock Exchange Association Limited and Madhya Pradesh Stock Exchange, where the shares of the Company are listed. Madhya Pradesh Stock Exchange has approved delisting of such Shares during the quarter ended June 30, 2007.
- Pursuant to notification of the Companies (Accounting Standards) Amendment Rules 2009 on March 31, 2009, the Company has, in the financial results for the year ended March 31, 2009 and nine months ended December 31, 2009, exercised the option of deferring the charge to the Profit and Loss Account arising on exchange differences on long-term foreign currency monetary items. Exchange differences that relate to the acquisition of depreciable capital assets have been adjusted with the cost of such asset and are depreciated over the balance life of the asset. The financial results for the quarter and nine months ended December 31, 2008 do not incorporate the above change.
- Figures have been regrouped / rearranged wherever necessary.
- The above audited financial results have been reviewed by audit committee and taken on record by the Board of Directors of the Company at the meeting held on January 13, 2010.  
Place: New Delhi  
By order of the Board  
Date: 13.01.2010