

FEDERAL-MOGUL GOETZE (INDIA) LIMITED
 Regd. Office : 7870-7877, F 1, Roshanara Plaza Building, Roshanara Road
 Delhi: 110007

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED DECEMBER 31, 2011

(Rs. In lacs except per share data)

| S.No | Description | Consolidated | | | | | | |
|------|---|------------------------------------|-------------------------------------|------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| | | Quarter Ended December 31, 2011 | Quarter Ended September 30, 2011 | Quarter Ended December 31, 2010 | Year Ended December 31, 2011 | Year Ended December 31, 2010 | Year Ended December 31, 2011 | Year Ended December 31, 2010 |
| | | (Audited) | (Unaudited) | (Unaudited) | (Audited) | (Audited) | (Audited) | (Audited) |
| | | (Refer Note 15) | | | | | | |
| 1 | Gross Sales | 30,937.51 | 30,827.86 | 27,143.48 | 120,168.35 | 96,870.10 | 123,867.59 | 100,849.42 |
| | Less: Excise duty | 2,424.86 | 2,424.49 | 2,029.58 | 9,398.49 | 7,218.17 | 9,734.38 | 7,564.14 |
| | Net Sales | 28,512.65 | 28,403.37 | 25,113.90 | 110,769.86 | 89,651.93 | 114,133.21 | 93,285.28 |
| | Other operating income | 1,014.25 | 1,079.62 | 1,498.34 | 4,377.89 | 4,112.22 | 2,838.77 | 2,143.60 |
| | Total | 29,526.90 | 29,482.99 | 26,612.24 | 115,147.75 | 93,764.15 | 116,971.98 | 95,428.88 |
| 2 | Expenditure | | | | | | | |
| a | (Increase) / decrease in inventories | 561.90 | (383.35) | (556.30) | (2,441.14) | (619.27) | (2,530.07) | (521.52) |
| b | Consumption of raw material | 8,858.47 | 10,906.16 | 9,340.51 | 42,819.00 | 32,526.22 | 38,651.37 | 29,436.11 |
| c | Purchase of traded goods | 886.23 | 995.37 | 682.59 | 3,656.35 | 2,782.41 | 3,656.35 | 2,782.41 |
| d | Consumption of stores and spares | 3,448.65 | 3,541.13 | 3,151.26 | 13,259.48 | 9,685.76 | 14,281.45 | 10,414.38 |
| e | Employee costs | 5,296.24 | 5,544.33 | 4,816.05 | 21,331.51 | 17,800.98 | 21,663.69 | 18,059.51 |
| f | Depreciation / amortisation | 1,502.30 | 1,330.90 | 1,277.81 | 5,365.89 | 4,822.46 | 5,688.73 | 5,197.30 |
| g | Other expenditure | 7,342.24 | 6,081.88 | 6,153.11 | 25,755.65 | 22,135.89 | 26,463.68 | 22,260.29 |
| | Total | 27,896.03 | 28,016.42 | 24,865.03 | 109,746.74 | 89,134.45 | 107,875.20 | 87,628.48 |
| 3 | Profit from operations before other income, interest & exceptional items (1-2) | 1,630.87 | 1,466.57 | 1,747.21 | 5,401.01 | 4,629.70 | 9,096.78 | 7,800.40 |
| 4 | Other income | 665.93 | 260.42 | (185.93) | 1,766.01 | 1,423.31 | 197.53 | 479.00 |
| 5 | Profit before interest & exceptional items (3+4) | 2,296.80 | 1,726.99 | 1,561.28 | 7,167.02 | 6,053.01 | 9,294.31 | 8,279.40 |
| 6 | Interest | 1,036.15 | 522.54 | 377.36 | 2,485.66 | 1,246.92 | 2,304.24 | 1,085.00 |
| 7 | Profit after Interest but before exceptional items (5-6) | 1,260.65 | 1,204.45 | 1,183.92 | 4,681.36 | 4,806.09 | 6,990.07 | 7,194.40 |
| 8 | Exceptional items | - | - | - | - | - | - | - |
| 9 | Profit from ordinary activities before tax (7+8) | 1,260.65 | 1,204.45 | 1,183.92 | 4,681.36 | 4,806.09 | 6,990.07 | 7,194.40 |
| 10 | Provision for tax - Current tax | 710.92 | 299.99 | 189.26 | 1,626.89 | 805.83 | 2,800.90 | 1,789.96 |
| | - Less: MAT Credit Entitlement | (109.92) | 65.18 | (189.26) | (392.87) | (805.83) | (392.87) | (805.83) |
| | - Deferred tax charge/ (credit) | (224.72) | 174.12 | 625.61 | (116.18) | 1,130.39 | (192.42) | 1,086.50 |
| | Total of Tax Expense | 376.28 | 539.29 | 625.61 | 1,117.84 | 1,130.39 | 2,215.61 | 2,070.63 |
| 11 | Net Profit from ordinary activities after tax (9-10) | 884.37 | 665.16 | 558.31 | 3,563.52 | 3,675.70 | 4,774.46 | 5,123.77 |
| 12 | Prior period expense/ (income) (net of tax) | 24.20 | 20.91 | 236.78 | (182.65) | 236.78 | (29.06) | 213.20 |
| 13 | Net Profit from ordinary activities after tax and prior period items (11-12) | 860.17 | 644.25 | 321.53 | 3,746.17 | 3,438.92 | 4,803.52 | 4,910.57 |
| 14 | Extra ordinary items | - | - | - | - | - | - | - |
| 15 | Minority interest in profit / (loss) | - | - | - | - | - | (884.90) | (856.47) |
| 16 | Share of profit/ (loss) in associate company | - | - | - | - | - | 35.39 | (55.41) |
| 17 | Net Profit for the period | 860.17 | 644.25 | 321.53 | 3,746.17 | 3,438.92 | 3,954.01 | 3,998.69 |

| S.No | Description | Consolidated | | | | | | |
|------|--|------------------------------------|-------------------------------------|------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| | | Quarter Ended December 31, 2011 | Quarter Ended September 30, 2011 | Quarter Ended December 31, 2010 | Year Ended December 31, 2011 | Year Ended December 31, 2010 | Year Ended December 31, 2011 | Year Ended December 31, 2010 |
| | | (Audited) | (Unaudited) | (Unaudited) | (Audited) | (Audited) | (Audited) | (Audited) |
| 18 | Paid-up equity share capital (Face value Rs. 10/- each) | 5,563.21 | 5,563.21 | 5,563.21 | 5,563.21 | 5,563.21 | 5,563.21 | 5,563.21 |
| 19 | Reserve excluding revaluation reserve as per balance sheet of previous accounting year. | - | - | - | 35,955.90 | 32,209.74 | 37,088.72 | 33,630.40 |
| 20 | Basic and diluted Earnings Per Share before extraordinary items for the period (Rs.) (not annualised for quarters) | 1.54 | 1.16 | 0.58 | 6.73 | 6.18 | 7.05 | 7.13 |
| 21 | Basic and diluted Earnings Per Share after extraordinary items for the period (Rs.) (not annualised for quarters) | 1.54 | 1.16 | 0.58 | 6.73 | 6.18 | 7.05 | 7.13 |
| 22 | Public shareholding | | | | | | | |
| | - Numbers of shares | 13,916,676 | 13,916,676 | 13,916,676 | 13,916,676 | 13,916,676 | - | - |
| | - Percentage of shareholding | 25.02 | 25.02 | 25.02 | 25.02 | 25.02 | - | - |
| 23 | Promoters and Promoter group shareholding | | | | | | | |
| | a) Pledged/Encumbered | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| | b) Non-Encumbered (In nos.) | 41,715,454 | 41,715,454 | 41,715,454 | 41,715,454 | 41,715,454 | - | - |
| | - Percentage of shares (as a % of total shareholding of promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | - | - |
| | - Percentage of shares (as a % of total share capital of the company) | 74.98 | 74.98 | 74.98 | 74.98 | 74.98 | - | - |

Notes:

- 1 The above financial results were reviewed by the Audit Committee and thereafter have been approved by the Board of Directors in the meeting held on February 29, 2012
- 2 The Audit as required under clause 41 of Listing Agreement has been completed by statutory auditor for the quarter and year ended December 31, 2011
- 3 Statement of Assets and Liabilities:

| S.No. | Particular's | Consolidated | | | |
|----------|---|----------------------------|----------------------------|----------------------------|----------------------------|
| | | As at December 31, 2011 | As at December 31, 2010 | As at December 31, 2011 | As at December 31, 2010 |
| | | (Audited) | (Audited) | (Audited) | (Audited) |
| A | SHAREHOLDER'S FUNDS: | | | | |
| a | (a) Capital | 5,563.21 | 5,563.21 | 5,563.21 | 5,563.21 |
| b | (b) Reserves and surplus | 35,955.90 | 32,209.74 | 37,088.72 | 33,630.40 |
| B | MINORITY INTEREST | - | - | 4,310.70 | 3,425.80 |
| C | LOAN FUNDS | 15,384.40 | 8,648.74 | 11,822.77 | 6,348.74 |
| D | DEFERRED TAX LIABILITIES (NET) | 1,459.35 | 1,575.52 | 1,507.28 | 1,699.69 |
| | TOTAL | 58,362.86 | 47,997.21 | 60,292.68 | 50,667.84 |
| D | FIXED ASSETS | 46,346.74 | 39,043.60 | 48,078.49 | 40,649.93 |
| E | INVESTMENTS | 2,092.34 | 2,092.34 | 1,072.34 | 1,036.95 |
| F | CURRENT ASSETS, LOANS & ADVANCES: | | | | |
| a | Inventories | 13,920.16 | 10,564.05 | 14,614.67 | 11,047.16 |
| b | Sundry debtors | 15,069.79 | 11,943.12 | 15,832.79 | 12,631.02 |
| c | Cash and bank balances | 262.93 | 282.67 | 1,187.03 | 818.36 |
| d | Other current assets | 821.33 | 603.25 | 821.33 | 603.25 |
| e | Loans and advances | 7,184.11 | 5,954.13 | 7,271.51 | 5,967.56 |
| | Less: Current Liabilities and Provisions | | | | |
| f | Liabilities | 22,770.99 | 18,131.27 | 23,474.59 | 17,217.79 |
| g | Provisions | 4,563.56 | 4,594.59 | 5,110.89 | 5,108.51 |
| G | MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted) | - | 239.91 | - | 239.91 |
| | TOTAL | 58,362.86 | 47,997.21 | 60,292.68 | 50,667.84 |

- 4 Segment Reporting: As the Company's business activities fall within a single primary business segment viz, auto components for two wheeler and four wheeler industry, the disclosure requirement of Accounting Standard (AS-17) 'Segment Reporting' is not applicable.
- 5 The Consolidated Financials Statements of the Company and its subsidiaries (collectively known as " the Group") are prepared in accordance with the requirements of the AS-21 "Consolidated Financial Statements" prescribed by Companies (Accounting Standards) Rules, 2006.
- 6 The other expenditure for the quarter includes a net gain of Rs. 354.40 Lacs on account of reversal of the Management Fees charged by the Holding Company for the year 2011 as the same has been discontinued. These charges were accounted for by the Company during January 2011 to September 2011. As the discontinuance of these charges have happened during the last quarter only, hence the quarter ended September 30, 2011 includes a charge of Rs. 131.83 Lacs.
- 7 The other expenditure for the quarter includes an expense of Rs. 498.52 Lacs on account of Management Fees charged by one of the fellow subsidiaries of the Company on account of certain services rendered to the Company. These charges have been initiated in period ended December 31, 2011 and the current charge of Rs. 498.52 lacs relates to the full year of 2011.
- 8 The Company has identified some licenses obtained under Export Promotion Capital Goods Scheme, which have expired and against which the Company has partially fulfilled the export obligation. In view of partial shortfall in fulfilling export obligation, the management is carrying a provision aggregating to Rs. 214.89 lacs (Rs 932.32 lacs as at December 31, 2010) at December 31, 2011 which, in the opinion of the management, is adequate to cover any liability on this account.
- 9 During the year, the Company's shareholding in GI Power Corporation Limited (GIPCL) has reduced from 26.0% to 6.6% due to conversion of the preference shares held by other investors into equity shares. Accordingly the Company has discontinued Equity Method of Accounting for its investment in GIPCL in the consolidated results as required by AS-23 "Accounting for Investments in Associates" and accordingly the cumulative share of Company in the associate's losses of Rs. 34.59 Lacs have been reversed during the year. These have now been valued at Cost in accordance with the requirements of AS-13 "Accounting for Investments".
- 10 During the year, the Company has classified its Investments of Rs. 1,070.92 Lacs (Equity Shares: Rs. 194.48 Lacs and Preference Shares: Rs. 876.44 Lacs) in GIPCL from long term investment to short term investment. These investments have been carried at cost in the balance sheet. The Company is assessing various options for liquidating these investments as these are not related to the core business of the Company. Based on current assessment, the Company is confident that it would be able to recover the entire carrying value of these investments. The Statutory auditors in their audit report for the year ended December 31, 2011 on the stand-alone and consolidated financial statements, have reported their inability to comment on the recoverability of these investments and have qualified their opinion .
- 11 With regard to the Auditor's comments in their report on the few delays in depositing tax and other dues, the management is taking necessary remedial actions.
- 12 With regard to the Auditor's comments in their report on the utilisation of short term borrowings for long term purposes, the management is taking necessary remedial actions.
- 13 With regard to the Auditor's comments in their report on physical verification of certain inventories and records thereof, the management is taking necessary remedial actions.
- 14 Details of number of investor complaints for the quarter ended December 31, 2011 are : Beginning Nil , Received Nil, Disposed off Nil, Pending Nil.
- 15 The figure for the last quarter of current and the previous years are the balancing figures between audited figures in respect of the full financial years upto December 31, 2011 and 2010 and the unaudited published year-to-date figures for nine months upto September 30, 2011 and 2010 for respective years, being the date of the end of the third quarter of the financial year.
- 16 Previous period/ year figures have been regrouped / recasted, wherever necessary.

For and on behalf of Board of Directors

Sd.-

(Jean de Montlaur)
Managing Director and President

Place : Gurgaon
Date : February 29, 2012