

**HGI INDUSTRIES LIMITED**  
 REGD. OFF. 10, CAMAC STREET, KOLKATA- 700 017  
 UNAUDITED FINANCIAL RESULTS  
 FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2011

(Rs. in Thousands)

PARTICULARS	QUARTER ENDED		HALF YEAR ENDED		PREVIOUS ACCOUNTING YEAR ENDED 31.03.2011 (AUDITED)
	30.09.2011 (UNAUDITED)	30.09.2010 (UNAUDITED)	30.09.2011 (UNAUDITED)	30.09.2010 (UNAUDITED)	
1. A) Net Sales/Income From Operations	-	-	-	-	-
B) Other Operating Income	662	1,512	1,324	2,174	3,658
<b>2. Expenditure</b>					
A) Rent	452	452	904	904	1,808
B) Employees' Cost	4	4	9	9	25
C) Legal & Professional Charges	-	46	42	127	184
D) Subscription	-	-	47	47	47
E) Auditors' Remuneration	20	19	39	39	77
F) Depreciation	5	5	11	11	23
G) Other Expenditure	69	79	117	127	191
H) Total Expenditure	550	605	1,169	1,264	2,355
3. Profit From Operations Before Other Income, Interest And Exceptional Items	112	907	155	910	1,303
4. Other Income (Interest)	159	107	276	211	493
<b>5. Profit Before Interest And Exceptional Items</b>	<b>271</b>	<b>1,014</b>	<b>431</b>	<b>1,121</b>	<b>1,796</b>
6. Interest Expense	47	16	70	39	61
7. Profit After Interest But Before Exceptional Items	224	998	361	1,082	1,735
8. Exceptional Items	-	-	-	-	-
9. Profit From Ordinary Activities Before Tax	224	998	361	1,082	1,735
10. Tax Expense	-	-	-	-	-
11. Net Profit From Ordinary Activities After Tax	224	998	361	1,082	1,735
12. Extraordinary Item	-	-	-	-	-
<b>13. Net Profit</b>	<b>224</b>	<b>998</b>	<b>361</b>	<b>1,082</b>	<b>1,735</b>
14. Paid Up Equity Share Capital (Face Value of Rs. 10/- Each)	37,877	37,877	37,877	37,877	37,877
15. Reserves Excluding Revaluation Reserve *	-	-	-	-	1,64,881
16. Basic And Diluted Earning Per Share (Face Value of Rs. 10/- Per Share) (In Rs.)					
Basic And Diluted EPS Before Extraordinary Items	0.06	0.26	0.10	0.29	0.46
Basic And Diluted EPS After Extraordinary Items	0.06	0.26	0.10	0.29	0.46
17. Public Shareholding					
- Number of Shares	31,40,425	31,40,425	31,40,425	31,40,425	31,40,425
- Percentage of Shareholding	82.91%	82.91%	82.91%	82.91%	82.91%
18. 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	6,47,230	6,47,230	6,47,230	6,47,230	6,47,230
- Percentage of Shares (As % of The Total Shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of Shares (As % of The Total Share Capital of the Company)	17.09%	17.09%	17.09%	17.09%	17.09%

\* Excludes Profit & Loss Account debit balance of Rs. 1,99,835 Thousands

**Notes:**

(i) Disclosure of assets and liabilities as at 30th September, 2011 as per clause 41(V)(h) of the listing agreement

(Rs. in Thousands)

PARTICULARS	AS AT 30.09.11 (UNAUDITED)	AS AT 30.09.10 (UNAUDITED)	AS AT 31.03.11 (AUDITED)
<b>SOURCES OF FUNDS</b>			
<b>1. SHAREHOLDERS FUND</b>			
(a) Share Capital	37,877	37,877	37,877
(b) Reserves & Surplus	1,64,881	1,64,881	1,64,881
<b>2. LOAN FUNDS</b>			
Unsecured Loans	3,863	3,076	3,792
<b>TOTAL</b>	<b>2,06,621</b>	<b>2,05,834</b>	<b>2,06,550</b>
<b>APPLICATION OF FUNDS</b>			
<b>1. FIXED ASSETS</b>	761	783	772
<b>2. INVESTMENTS</b>	120	120	120
<b>3. CURRENT ASSETS, LOANS AND ADVANCES</b>			
(a) Cash and bank balances	6,577	5,780	6,476
(b) Loans and advances	2,534	3,709	3,148
	<b>9,111</b>	<b>9,489</b>	<b>9,624</b>

<b>LESS: CURENT LIABILITIES AND PROVISIONS</b>			
Current liabilities	2,845	5,046	3,801
(b) Provisions	-	-	-
	<b>2,845</b>	<b>5,046</b>	<b>3,801</b>
<b>NET CURRENT ASSETS</b>	<b>6,266</b>	<b>4,443</b>	<b>5,823</b>
<b>PROFIT AND LOSS ACCOUNT DEBIT BALANCE</b>	<b>1,99,474</b>	<b>2,00,488</b>	<b>1,99,835</b>
<b>TOTAL</b>	<b>2,06,621</b>	<b>2,05,834</b>	<b>2,06,550</b>

(ii) The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meetings held on 14th November, 2011. Limited Review of the above quarterly results has been carried out by the statutory auditors of the Company.

(iii) The accumulated losses of the Company as at 30th September, 2011 amounts to Rs. 199,474 thousands against shareholders' funds (total of share capital and reserves & surplus) of Rs. 202,758 thousands as on the said date. The Company is exploring various business opportunities for its operations and hence, these financial results have been prepared on a going concern basis. The statutory auditors had commented in this regard in their audit report for the year ended 31st March, 2011 and Subsequent limited review report for the quarter ended 30th June, 2011.

(iv) In accordance with the requirement of Accounting Standard 22, "Accounting for Taxes on Income", prescribed by Companies (Accounting Standard) Rules, 2006, deferred tax asset (DTA) has not been recognised in respect of brought forward losses and unabsorbed depreciation under applicable tax laws in the absence of virtual certainty regarding ultimate realisation of such DTA.

(v) During the quarter and half year ended 30th September, 2011 no investor complaints were received. No complaint was pending either at the beginning or at the end of the quarter.

(vi) Since the Company has currently no reportable business segment and the Company operates in a single geographical segment, there are no additional disclosures to be provided under Accounting Standard 17, 'Segment Reporting'.

(vii) Previous periods' figures have been re-grouped / re-arranged, wherever considered necessary.

By Order of the Board

Place: Kolkata

Yashwant Daga

Date: 14th November, 2011

Director