

HGI INDUSTRIES LIMITED  
REGD. OFF. 10, CAMAC STREET, KOLKATA- 700 017  
UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2010

| PARTICULARS  | QUARTER ENDED             |                           | NINE MONTH ENDED          |                           | PREVIOUS<br>ACCOUNTING<br>YEAR ENDED<br>31.03.2010<br>(AUDITED) |
|--|---------------------------|---------------------------|---------------------------|---------------------------|---|
|  | 31.12.2010<br>(UNAUDITED) | 31.12.2009<br>(UNAUDITED) | 31.12.2010<br>(UNAUDITED) | 31.12.2009<br>(UNAUDITED) |   |
| 1. A) Net Sales/Income From Operations   | -                         | -                         | -                         | -                         | -   |
| B) Other Operating Income  | 662                       | 662                       | 2,836                     | 1,986                     | 2,648   |
| 2. Expenditure   |                           |                           |                           |                           |   |
| A) Rent  | 452                       | 452                       | 1,356                     | 1,356                     | 1,808   |
| B) Employees' Cost   | 15                        | 9                         | 24                        | 92                        | 94  |
| C) Legal & Professional Charges  | 39                        | 95                        | 166                       | 212                       | 236   |
| D) Auditors' Remuneration  | 20                        | 20                        | 59                        | 59                        | 77  |
| E) Depreciation  | 6                         | 6                         | 17                        | 17                        | 23  |
| F) Other Expenditure   | 38                        | 28                        | 212                       | 152                       | 254   |
| G) Total Expenditure   | 570                       | 610                       | 1,834                     | 1,888                     | 2,492   |
| 3. Profit From Operations Before Other Income, Interest And Exceptional Items          | 92                        | 52                        | 1,002                     | 98                        | 156   |
| 4. Other Income (Interest)   | 143                       | 112                       | 354                       | 346                       | 506   |
| 5. Profit Before Interest And Exceptional Items  | 235                       | 164                       | 1,356                     | 444                       | 662   |
| 6. Interest Expense  | 11                        | 27                        | 50                        | 89                        | 115   |
| 7. Profit After Interest But Before Exceptional Items                                  | 224                       | 137                       | 1,306                     | 355                       | 547   |
| 8. Exceptional Items   | -                         | -                         | -                         | -                         | -   |
| 9. Profit From Ordinary Activities Before Tax  | 224                       | 137                       | 1,306                     | 355                       | 547   |
| 10. Tax Expense  | -                         | -                         | -                         | -                         | -   |
| 11. Net Profit From Ordinary Activities After Tax                                      | 224                       | 137                       | 1,306                     | 355                       | 547   |
| 12. Extraordinary Item   | -                         | -                         | -                         | -                         | -   |
| 13. Net Profit   | 224                       | 137                       | 1,306                     | 355                       | 547   |
| 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 *   | -                         | -                         | -                         | -                         | 164,881   |
| 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                      | 0.04                      | 0.34                      | 0.09                      | 0.14  |
| Basic And Diluted Eps After Extraordinary Items  | 0.06                      | 0.04                      | 0.34                      | 0.09                      | 0.14  |
| 17. Public Shareholding  |                           |                           |                           |                           |   |
| - Number Of Shares   | 3,140,425                 | 3,140,425                 | 3,140,425                 | 3,140,425                 | 3,140,425   |
| - 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   | 647,230                   | 647,230                   | 647,230                   | 647,230                   | 647,230   |
| - 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. 2,01,570 Thousands

**Notes:**

- (i) The above results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their respective meetings held on 29th January, 2011. Limited review of the above quarterly results has been carried out by the statutory auditors of the Company.
- (ii) The accumulated losses of the Company as at 31st December, 2010 amounts to Rs. 200,264 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, 2010 and subsequent limited review reports.
- (iii) 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.
- (iv) During the nine months and quarter ended 31st December, 2010 no investor complaints were received. No complaint was pending either at the beginning or at the end of the quarter.
- (v) Segment reporting as required by Accounting Standard 17, "Segment Reporting", prescribed by Companies (Accounting Standard) Rules, 2006, is not applicable, since the Company has currently no reportable business segment and the Company operates in a single geographical segment.
- (vi) Previous periods' figures have been re-grouped / re-arranged, wherever considered necessary.

By Order of the Board

Place: Kolkata  
Date: 29th January, 2011

J.P. Kanoria  
Director