



MAHINDRA FORGINGS LIMITED

(Formerly known as Mahindra Automotive Steels Limited)

Registered Office: Mahindra Towers, P. K. Kurne Chowk, Worli, Mumbai - 400 018

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2006

(Rs. in Lakhs)

	Particulars	Quarter ended		Nine Months Ended		Year ended
		31st December, 2006 Un-Audited	31st December, 2005 Un-Audited	31st December, 2006 Un-Audited	31st December, 2005 Un-Audited	31st March, 2006 Audited
1	Gross Sales / Income from Operations	6,398.34	6,271.60	18,374.60	16,895.35	23,160.43
	Less: Excise Duty	900.83	877.51	2,419.56	2,380.67	3,268.44
	Net Sales/Income from Operations	5,497.51	5,394.09	15,955.04	14,514.68	19,891.99
2	Other Income	116.65	172.89	347.15	359.60	534.07
	Total Income	5,614.16	5,566.98	16,302.19	14,874.28	20,426.06
3	Total Expenditure :					
	a) (Increase) / decrease in stock in trade	525.44	202.65	283.84	(11.83)	324.55
	b) Consumption of raw materials	2,777.06	2,989.95	9,209.77	8,874.42	12,237.21
	c) Staff cost	239.16	156.83	645.22	474.10	828.11
	d) Other expenditure	1,551.97	1,500.08	4,310.17	3,653.68	5,923.19
	Total	5,093.63	4,849.51	14,449.00	12,990.37	19,313.06
4	Profit before Depreciation, Interest & Tax	520.53	717.47	1,853.19	1,883.91	1,113.00
5	Interest	176.71	319.18	497.48	668.64	841.49
6	Amortisation of Goodwill (Note 3)	434.63	-	1,303.90	-	-
7	Depreciation	211.49	148.77	567.63	419.53	534.68
8	Provision for Contingency		-		-	919.23
9	Profit Before Tax	(302.29)	249.52	(515.81)	795.74	(1,182.40)
10	Provision for Taxation				-	-
	(a) Current Tax				-	-
	(b) Deferred Tax	109.66		259.66	-	-
	(c) Fringe benefit tax	2.17	3.88	6.71	8.26	12.33
11	Profit After Taxation	(414.12)	245.64	(782.18)	787.48	(1,194.73)
12	Paid-up Equity Share Capital (Face value per share - Rs.10)	2,802.06	822.19	2,802.06	822.19	822.19
13	Reserves excluding Revaluation Reserve					5,984.08
14	(a)Basic Earnings per Share	(1.70)	31.83	(3.22)	41.71	(19.37)
	(b)Diluted Earnings per Share	-	6.90	-	9.05	(4.60)
15	Aggregate of Non-Promoter shareholding					
	a) No of shares	14,820,206	-	14,820,206	-	-
	b) Percentage of shareholding	52.89%	-	52.89%	-	-

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1. The Company operates only in one business segment, viz Forging Components.
- 2 The Board of Directors in its meeting held on 20th October, 2006 has resolved to pay Non-Compete Fees of Rs. 500 Lakhs to Amforge Industries Limited (AFL) & the Promoters of AFL, of which Rs. 250 Lakhs have accrued, to be amortised over five years. Other expenditure includes Rs. 25 Lakhs as amortised amount in this Quarter.
- 3 As an effect of the Scheme of Demerger, approved by the Hon'ble Bombay High Court on March 21, 2006 an amount of Rs.8,693 Lakhs considered as "Goodwill", being the difference between the aggregate value of equity shares and preference shares and net book value of assets and liabilities of the Chakan undertaking as on April 1, 2005, is being amortised over 60 months commencing from April, 2006.
- 4 During the quarter, there were no investor complaints.(Previous Quarter - Nil)
- 5 Previous year's figures have been regrouped, wherever necessary, in order to make them comparable.
- 6 The above results were approved by the Board of Directors of the Company at its Meeting held on 25th January, 2007.
- 7 In compliance with Clause 41 of the Listing Agreement with the Stock Exchange, a limited review of the results for the quarter and nine months ended 31st December, 2006 has been carried out by the Statutory Auditors. The figures for the quarter and nine months ended 31st December 2005, are not reviewed by the Statutory Auditors of the company as the Company was not listed for that period.

For and on behalf of Board of Directors

Date: 25th January, 2007
Place: Mumbai

sd/-
S. Ravindran
Managing Director