

RICO AUTO INDUSTRIES LIMITED

Regd. Office : 69 KM Stone, Delhi - Jaipur Highway, Dharuhera, Distt. Rewari (Haryana)

Corp. Office : 38 KM Stone, Delhi - Jaipur Highway, Gurgaon - 122001 (Haryana)

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2009

(Rs. in Million)

Particulars	4th Quarter Ended		Year Ended (Audited)	
	31.03.2009	31.03.2008	2008-2009	2007-2008
1. Gross Sale	1853.60	2210.60	8444.10	8273.40
2. Net Sales/Income from Operations	1632.40	1860.50	7279.10	7087.10
- Domestic	1440.60	1494.20	6022.30	5664.80
- Export	191.80	366.30	1256.80	1422.30
3. Other Operating Income	28.70	(8.30)	153.50	53.40
Total Income	1661.10	1852.20	7432.60	7140.50
4. Expenditure				
a) Increase (-)/ Decrease in stock in trade	50.20	(17.20)	(2.40)	(68.60)
b) Consumption of Raw Materials	894.90	1095.40	4369.10	4236.90
c) Employees Cost	214.80	209.10	820.40	746.70
d) Depreciation	113.90	115.60	500.20	473.20
e) Other Expenditure	311.30	452.60	1475.60	1427.30
f) Total	1585.10	1855.50	7162.90	6815.50
5. Profit from Operations before Other Income, Interest and Exceptional Items	76.00	-3.30	269.70	325.00
6. Other Income	45.60	121.00	226.20	212.30
7. Profit before Interest and Exceptional Items	121.60	117.70	495.90	537.30
8. Interest	119.90	77.10	454.70	258.90
9. Profit after Interest but before Exceptional Items	1.70	40.60	41.20	278.40
10. Provision for MTM losses on hedging future export contracts	(14.20)	-	-	-
11. Forex Derivatives Loss / Profit (-)	-	-	2.10	(2.00)
12. Profit (+)/Loss (-) from Ordinary Activities before Tax	15.90	40.60	39.10	280.40
13. Tax Expense				
a) Fringe Benefit Tax	1.40	1.80	6.20	7.50
b) Current Year	0.50	(0.30)	0.50	21.60
c) Deferred Tax {Liability (+)/Asset (-) }	40.30	(9.10)	(25.50)	28.60
d) Previous Income Tax { written back (-)/paid (+) }	-	0.20	-	0.20
14. Net Profit (+)/Loss (-) from Ordinary Activities after Tax	(26.30)	48.00	57.90	222.50
15. Prior Period Expenses	10.40	-	10.40	-
16. Profit After Tax	(36.70)	48.00	47.50	222.50
17. Paid-up Equity Share Capital of Re.1/- each	125.60	125.60	125.60	125.60
18. Reserves excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year	-	-	2601.30	2568.50
19. Earning Per Share - Basic (Rs.)	(0.29)	0.38	0.38	1.77
- Diluted (Rs.)	(0.29)	0.38	0.38	1.77
20. Aggregate of Public Shareholding				
a) Number of Shares	67505022	67505022	67505022	67505022
b) Percentage of Shareholding	53.75	53.75	53.75	53.75
21. Promoters and Promoter Group Shareholding				
a) Pledged/Encumbered				
- Number of Shares	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
b) Non-encumbered				
- Number of Shares	58079978	58079978	58079978	58079978
- Percentage of Shares (as a % of the total shareholding of Promoter and Promoter Group)	100	100	100	100
- Percentage of Shares (as a % of the total share capital of the Company)	46.25	46.25	46.25	46.25

NOTES

1. The above Audited Results and Consolidated Financial Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors in their meeting held on 24th June, 2009.
2. The Board of Directors have recommended a Dividend of Re. 0.15 per Equity Share i.e. 15% for the Financial Year 2008-09 subject to the approval of Shareholders.
3. BPM Division is not a reportable segment as per the criteria laid down in AS-17 Segment Reporting.
4. The Consolidated Financial Results of the Company and its Subsidiaries and Joint Ventures have been prepared in accordance with the Accounting Standard AS-21 "Consolidated Financial Statements".
5. An Extra Ordinary General Meeting of Shareholders has been fixed for 27th June, 2009 to approve issue of upto 1,21,80,000 Convertible Warrants to the Promoter Group Company on preferential basis.
6. The Company has opted and changed its accounting policy for exchange difference arising on reporting of long term Foreign Currency monetary items in line with the notification of the Companies (Accounting Standards) (AS-11) Amendment Rules, 2009 on 31st March, 2009. Accordingly, Profits/Losses arising from the effect of changes in Foreign Exchange rates on Foreign Currency loans relating to acquisition of depreciable capital assets amounting to Rs.62.70 Million for the year ended 31st March, 2009 are added to the cost of such assets. Consequent to the change, the depreciation for the year is higher by Rs.0.30 Million and the profit for the year is higher by Rs.62.40 Million. The corresponding foreign exchange loss of Rs.53.80 Million (net of depreciation) for the year ended 31st March, 2008 has been added to the cost of such assets and Rs.18.30 Million has been transferred to Deferred Tax Liability and Balance of Rs.35.50 Million has been credited in General Reserves.
7. With effect from 31st March 2009, the Company has chosen to follow the principles of Accounting Standard ('AS-30') "Financial Instruments : Recognition and Measurement" in respect of its Export Hedging/Derivative Financial Instruments that are not covered by AS-11 "Accounting for the Effects of changes in Foreign Exchange Rates" and that relate to a firm commitment or a highly probable forecast transactions. In accordance with AS-30, such Export Hedging/ Derivative Financial Instruments, which qualify for Cash Flow Hedge Accounting and where the Company has met all the conditions of effective Cash Flow Hedge Accounting, are fair valued at 31st March, 2009 and the resultant transitional exchange loss (notional) of Rs.28.20 Million is debited to the Hedging Reserve and credited to Provision for Fair Valuation of Forward Contracts/Derivative Liabilities loss on Derivatives. The actual (gain)/loss, if any, would be recorded in profit and loss account of the years in which the underlying transactions are actually settled and reversed from the Hedging Reserve Account.
8. Information on Investor Complaints for the quarter ended 31st March, 2009.

Opening Balance of Complaints	Nil
Received during the quarter	7
Disposed off during the quarter	7
Closing Balance	Nil
9. Results are available at Company's website ricoauto.com and also at sebidifar.nic.in, bseindia.com and nseindia.com.

for **RICO AUTO INDUSTRIES LIMITED**

Place : Gurgaon
Date : 24th June, 2009

Arvind Kapur
Vice-Chairman & Managing Director