

B S R & Associates

(Registered)
Chartered Accountants

Maruthi Info-Tech Centre
11-12/1 Inner Ring Road
Koramangala
Bangalore 560 071 India

Telephone +91 80 3980 6000
Fax +91 80 3980 6999

Review report to the Board of Directors of Dynamatic Technologies Limited

We have reviewed the accompanying statement of unaudited financial results ('the statement') of Dynamatic Technologies Limited ("the Company") for the quarter and nine months ended 31 December 2011 "except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 13 February 2012. Our responsibility is to issue a report on the statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the statement prepared in accordance with applicable accounting standards as specified in the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

for B S R & Associates
Chartered Accountants
Registration number: 116231W


Sunil Gaggar
Partner

Membership number: 104315

Mumbai
13 February 2012



DYNAMATIC TECHNOLOGIES LIMITED

Dynamatic Park, Peenya, Bangalore-560 058, India

Unaudited Standalone Financial Results for the quarter and nine months ended 31 December 2011

(Rs. in lakhs)

Sl. No.	Particulars	Quarter ended			Nine months ended		Previous accounting year ended 31 March
		31-Dec-11	30-Sep-11	31-Dec-10	31-Dec-11	31-Dec-10	2011
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	(a) Net sales/ income from operations	11,794.69	10,983.69	8,738.57	31,986.20	25,748.49	35,429.87
	(b) Other operating income	207.82	215.19	138.41	602.38	328.61	488.55
		12,002.51	11,198.88	8,876.98	32,588.58	26,077.10	35,918.42
2.	Expenditure						
	(a) (Increase)/decrease in stock in trade and work in progress	(46.92)	(80.85)	(77.76)	(234.40)	(382.68)	(368.06)
	(b) Consumption of raw materials	6,477.29	6,147.00	4,717.85	18,377.05	14,141.49	19,419.24
	(c) Employees cost	1,776.11	1,679.85	1,339.61	5,062.03	3,848.41	5,191.04
	(d) Depreciation	642.84	632.82	506.23	1,873.50	1,516.33	2,040.65
	(e) Other expenditure	2,113.74	1,830.78	1,176.61	5,418.25	3,719.66	5,181.94
	(f) Total	10,963.06	10,209.60	7,662.54	30,496.43	22,843.21	31,464.81
3.	Profit from operations before other Income, interest and tax (1-2)	1,039.45	989.28	1,214.44	2,092.15	3,233.89	4,453.61
4.	Other income	41.31	40.46	29.61	117.68	77.81	127.60
5.	Profit before interest and tax (3+4)	1,080.76	1,029.74	1,244.05	2,209.83	3,311.70	4,581.21
6.	Interest	1,054.85	918.73	606.94	2,772.30	1,721.79	2,405.43
7.	Profit/ (loss) before tax (5-6)	25.91	111.01	637.11	(562.47)	1,589.91	2,175.78
8.	Tax Expense / (credit)	8.41	32.72	199.55	(182.49)	523.50	691.57
9.	Net profit/ (loss) after tax (7-8)	17.50	78.29	437.56	(379.98)	1,066.41	1,484.21
10.	Paid-up equity share capital [Face Value of Rs. 10 per share]	541.47	541.47	541.47	541.47	541.47	541.47
11.	Reserves excluding revaluation reserves [as per balance sheet of previous accounting year]	-	-	-	-	-	14,597.35
12.	Earnings/ (loss) per share (EPS) [in rupees]						
	- basic and diluted EPS	0.32	1.45	8.08	(7.02)	19.69	27.41
13.	Public shareholding						
	- Number of shares	2,420,309	2,431,891	2,426,181	2,420,309	2,426,181	2,447,569
	- Percentage of shareholding	44.70%	44.91%	44.81%	44.70%	44.81%	45.20%
14.	Promoters and promoter group shareholding:						
	a) Pledged/encumbered						
	- Number of shares	413,500	398,500	345,000	413,500	345,000	345,000
	- Percentage of shares [as a % of the total shareholding of Promoter & promoter group]	13.81%	13.36%	11.54%	13.81%	11.54%	11.63%
	- Percentage of shares [as a % of the total share capital of the company]	7.64%	7.36%	6.37%	7.64%	6.37%	6.37%
	b) Non encumbered						
	- Number of shares	2,580,894	2,584,312	2,643,522	2,580,894	2,643,522	2,622,134
	- Percentage of shares [as a % of the total shareholding of Promoter & promoter group]	86.19%	86.64%	88.46%	86.19%	88.46%	88.37%
	- Percentage of shares [as a % of the total share capital of the company]	47.66%	47.73%	48.82%	47.66%	48.82%	48.43%



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Segment wise revenue, results and capital employed for the quarter ended and nine months ended 31 December 2011

(Rs. in lakhs)

Sl. No.	Particulars	Quarter ended			Nine months ended		Previous accounting year ended 31 March
		31-Dec-11	30-Sep-11	31-Dec-10	31-Dec-11	31-Dec-10	2011
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Segment Revenue						
	a) Hydraulics & Precision Engineering	4,816.04	4,493.56	3,590.87	13,240.98	9,793.43	13,620.93
	b) Aerospace	1,532.42	1,373.23	1,034.28	3,732.62	3,052.29	4,357.70
	c) Aluminium Castings	1,405.74	1,456.32	812.88	3,878.88	2,516.98	3,463.77
	d) Automotive	5,546.66	5,215.10	4,164.02	15,293.58	12,977.05	17,503.03
	e) Others	110.87	174.80	128.64	375.07	368.83	546.27
	Total	13,411.73	12,713.01	9,730.69	36,521.13	28,708.58	39,491.70
	Less : Inter segment revenue	(1,409.22)	(1,514.13)	(853.71)	(3,932.55)	(2,631.48)	(3,573.28)
	Net sales/ income from operations	12,002.51	11,198.88	8,876.98	32,588.58	26,077.10	35,918.42
2.	Segment results						
	[Profit / (loss) before tax and interest from segment]						
	a) Hydraulics & Precision Engineering	887.00	807.42	589.57	2,218.23	1,439.14	1,922.50
	b) Aerospace	582.36	663.91	488.12	1,519.92	1,546.89	2,124.43
	c) Aluminium Castings	(336.78)	(222.62)	(4.26)	(767.76)	(73.59)	(71.73)
	d) Automotive	(72.52)	(351.81)	94.89	(1,016.55)	87.13	206.24
	e) Others	(20.61)	92.38	46.12	138.31	234.32	272.17
	Total	1,039.45	989.28	1,214.44	2,092.15	3,233.89	4,453.61
	Less: i) Interest	1,054.85	918.73	606.94	2,772.30	1,721.79	2,405.43
	ii) Other income	(41.31)	(40.46)	(29.61)	(117.68)	(77.81)	(127.60)
	Profit before tax	25.91	111.01	637.11	(562.47)	1,589.91	2,175.78
3.	Capital employed						
	(Segment assets - segment liabilities)						
	a) Hydraulics & Precision Engineering	10,526.08	10,569.73	9,621.51	10,526.08	9,621.51	10,984.14
	b) Aerospace	13,129.14	12,716.43	7,122.20	13,129.14	7,122.20	7,633.75
	c) Aluminium Castings	1,103.63	1,235.38	2,199.98	1,103.63	2,199.98	1,854.96
	d) Automotive	14,437.09	15,061.52	11,356.36	14,437.09	11,356.36	14,658.42
	e) Others	3,754.33	3,746.96	2,981.18	3,754.33	2,981.18	2,931.03
	f) Unallocated	(26,541.95)	(26,749.55)	(17,695.55)	(26,541.95)	(17,695.55)	(20,903.35)
	Total	16,408.32	16,580.47	15,585.68	16,408.32	15,585.68	17,158.95



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NOTES:

1. The above unaudited financial results of the Company were reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Company in their meeting held on 13 February 2012 and subjected to a Limited Review by the statutory auditors of the Company as required by the Listing Agreement with the stock exchanges. The statutory auditors have expressed an unqualified review opinion. The review opinion has been filed with the stock exchange and is available on the website of the Company.

2. The Board of Directors in their meeting dated 07 May 2011 had decided to demerge the "Automotive Division" of the Company into JKM Erla Automotive Limited (JEAL) (a wholly owned subsidiary of the Company) w.e.f. 01 April 2011 and had received No Objection Certificate from Bombay Stock Exchange and National Stock Exchange Limited.

Taking into consideration the tight timelines available for integration of multiple corporate structures within the automotive business, as well as the financial / tax implications, the Board of Directors decided to withdraw the Scheme of demerger in their meeting dated 13 February 2012. It is proposed to evaluate an appropriate scheme during the following year.

3. The Board of Directors has recommended an interim dividend of Rs. 3 per equity share aggregating Rs. 16,244,109.

4. Status of investor complaints for the quarter and nine months ended 31 December 2011:

Particulars	Opening	Received	Resolved	Pending
Number of Complaints	-	1	1	-

For and on behalf of the Board of Directors



Udayant Malhoutra
CEO and Managing Director
Dynamatic Technologies Limited
Mumbai



13 February 2012

