



CIN:L40109TG1986PLC006745

February 14 2015

The Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (East)
Mumbai – 400 051

Fax No: 022-2272 1919/ 2272 2041

BSE STOCK CODE: 517271

Fax No: 022-2659 8237 /38

NSE CODE: HBLPOWER

Dear Sir,

**Sub: Outcome of the Board Meeting
unaudited financial results for the quarter ended 31st December 2014.**

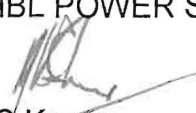
Pursuant to Clause 41 of the Listing Agreement at the Meeting of Board of Directors of our Company held on 14th February, 2015 at the Registered office: 8-2-601, Road # 10, Banjara Hills, Hyderabad – 500 034, the Board, *inter-alia* approved the un-audited results for the third Quarter ended on 31st December 2014, a copy of the same in enclosed.

Further, Mrs. Kavita Prasad tendered her resignation from the Board which was duly accepted by the board w.e.f. 14th February, 2015

Please take the above information on records.

Thanking You

Yours truly
For HBL POWER SYSTEMS LTD


MVSS Kumar
Company Secretary

Encl:

CIN :L40109AP1986PLC006745

HBL Power Systems Ltd.

8-2-601, Road No. 10, Banjara Hills, Hyderabad - 500 034. INDIA.

Phone: +91-40-2335 1934 Fax : +91-40-2335 3189

website : www.hbl.in



Rs. in Lakhs

	Particulars	Quarter ending			Nine months ended		For the Year ended
		31-Dec-14 (Unaudited)	30-Sep-14 (Unaudited)	31-Dec-13 (Unaudited)	31-Dec-14 (Unaudited)	31-Dec-13 (Unaudited)	31-Mar-14 (Audited)
1	Income from operations						
	(a) Net Sales / Income from operations (Net of excise duty)	32184.17	37764.13	34529.13	98505.54	96063.54	128079.35
	(b) Other Operating Income						
2	Expenditure						
	a) Cost of Materials Consumed	18352.92	18483.33	19237.45	55176.09	61810.40	82294.68
	b) Purchase of Stock-in-Trade	281.38	1.28	45.66	420.82	282.87	282.99
	c) (Increase) / Decrease in Finished goods, work in Progress and stock-in-trade	(322.24)	6436.76	2140.88	6001.50	(4560.03)	(3815.35)
	d) Employee Benefits Expenses	3841.40	3573.52	3172.63	11291.98	8944.12	12839.78
	e) Depreciation and Amortisation expense	1346.89	1325.71	992.26	3953.14	3003.77	3850.95
	f) Other Expenditure	5273.92	5359.37	6902.93	15567.14	20488.69	26497.49
	Total Expenses	28774.27	35179.97	32491.81	92410.67	89969.82	121950.54
3	Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2)	3409.90	2584.16	2037.32	6094.87	6093.72	6127.81
4	Other Income	699.80	(55.30)	249.30	981.61	620.97	1001.53
5	Profit/(Loss) from ordinary activities before finance costs & exceptional items (3+4)	4109.70	2528.86	2286.62	7076.48	6714.69	7130.34
6	Finance Costs	1825.37	1705.14	1886.73	5306.32	5723.70	7573.87
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	2284.33	823.72	399.89	1770.16	990.99	(443.53)
8	Exceptional items - Income / (Expenditure)	(563.84)	(12.20)	58.76	(1,032.17)	6313.75	5653.98
9	Profit/(Loss) from ordinary activities before Tax (7-8)	1720.49	811.52	458.65	737.99	7304.74	5210.45
10	Tax Expense / (credit)	264.66	(59.00)	158.03	145.66	1060.96	709.39
11	Net Profit/(Loss) from ordinary activities after Tax (9-10)	1455.83	870.52	300.62	592.33	6243.78	4501.06
12	Extraordinary Items (net of tax expense)						
13	Net Profit/(Loss) for the period (11-12)	1455.83	870.52	300.62	592.33	6243.78	4501.06
14	Paid-up equity share capital (Face Value Re 1/- each)	2530.00	2530.00	2530.00	2530.00	2530.00	2530.00
15	Reserves excluding revaluation reserves (as per Balance sheet of previous accounting year)						
16	i Earnings Per Share (before extraordinary items) (of Re 1/- each) (not annualised):						
	a) Basic	0.58	0.34	0.12	0.23	2.47	1.78
	b) Diluted	0.58	0.34	0.12	0.23	2.47	1.78
	ii Earnings Per Share (after extraordinary items) (of Re 1/- each) (not annualised):						
	a) Basic	0.58	0.34	0.12	0.23	2.47	1.78
	b) Diluted	0.58	0.34	0.12	0.23	2.47	1.78
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	65617718	65968928	66017977	65617718	66017977	65968928
	- Percentage of share holding	25.94%	26.07%	26.09%	25.94%	26.09%	26.07%
2	Promoters and Promoters group Shareholding						
	a) Pledged/Encumbered						
	- Number of shares	-	-	1911300	-	1911300	10000
	- Percentage of shares (as a % of the total shareholding of promoters and promoters group)	-	-	1.02%	-	1.02%	0.01%
	- Percentage of shares (as a % of the total share capital of the company)	-	-	0.76%	-	0.76%	0.00%
	b) Non-encumbered						
	- Number of shares	187382282	187031072	185070723	187382282	185070723	187021072
	- Percentage of shares (as a % of the total shareholding of promoters and promoters group)	100.00%	100.00%	98.98%	100.00%	98.98%	99.99%
	- Percentage of shares (as a % of the total share capital of the company)	74.06%	73.93%	73.15%	74.06%	73.15%	73.92%

	Particulars	3 months ended (31/12/2014)
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	-
	Received during the quarter	40
	Disposed of during the quarter	40
	Remaining unresolved at the end of the quarter	-

- 1 The Unaudited results for the quarter ended 31st December, 2014 were reviewed by the Audit Committee in its meeting held on 14th February, 2015 and approved by the Board of Directors at the meeting held on 14th February, 2015
- 2 The results were also subjected to Limited Review by the Statutory Auditors of the Company
- 3 During the quarter, severe damage was caused by Hud Hud Cyclone to stocks and assets in the Company's units at Vizianagaram and SEZ , Visakhapatnam. The operations were subsequently restored and the Company had lodged a final claim with the Insurers towards recovery of the losses. The company has in place a valid IAR (Insurance All Risks) policy, which adequately covers the entire amount of claim. Pending settlement of the claim by the Insurers, actual loss incurred due to damages to Inventory and repairs and restoration expenses on assets damaged, up to the end of the quarter, was expensed under exceptional items and the insurance claim for an equivalent amount is accounted for as other income. The company is confident in recovering the entire amount of claim lodged.
- 4 Exceptional items for the nine months ended represents net loss on sale of assets Rs. 463 Lakhs and Rs.570 Lakhs on account of cost of damaged stocks and repairs incurred consequent to cyclone. Conversely, Rs. 570 Lakhs representing insurance claim is included in Other Income.
- 5 The Company has reassessed the remaining useful life of its Tangible Assets as per the requirement of Part A of Schedule II to the Companies Act, 2013. As a result of this, the Depreciation charge for the quarter ended 31st December 2014, is higher by Rs. 301.41lakhs and for the nine months ended by Rs. 904.23 lakhs. Further, based on the transitional provision provided in note no.7 (b) of the said Schedule, an amount of Rs.618.40 lakhs (net of Deferred Tax) had been adjusted against Retained Earnings in respect of Tangible Assets whose useful life has exhausted.
- 6 With regard to its proposal for the merger of one of its wholly owned subsidiary, the company is in the process of complying with the requisite formalities.
- 7 Previous years figures regrouped wherever necessary.

By order of the Board
for HBL Power Systems Ltd

A. J. Prasad

Dr. A J Prasad
Chairman & Managing Director

Place: Hyderabad
Date: 14th February 2015

For M/s. Satyanarayana & Co.,
Chartered Accountants
Firm Registration No. S3680

Ch. Seshagiri Rao
Ch. Seshagiri Rao
Partner
M.No : 18523

Place: Hyderabad
Date: 14th February 2015

For M/s. Rao & Kumar
Chartered Accountants
Firm Registration No. 03089S

S.S.Bharadwaj
S.S.Bharadwaj
Partner
M.No : 26113

Place: Hyderabad
Date: 14th February 2015

	Quarter ended			Nine months ended		Previous Year ended
	31-Dec-14 (Unaudited)	30-Sep-14 (Unaudited)	31-Dec-13 (Unaudited)	31-Dec-14 (Unaudited)	31-Dec-13 (Unaudited)	31-Mar-14 (Audited)
Segment Revenue						
Batteries	28890.81	28536.96	30664.21	80937.68	82931.40	108220.00
Electronics	2013.15	6921.59	2137.73	11857.67	7703.32	11400.00
Unallocated	1529.48	2055.75	2646.95	6475.54	7332.80	10934.00
Total	32433.44	37514.30	35448.89	99270.89	97967.52	130554.00
Less: Intersegment Revenue	249.27	(249.83)	919.76	765.35	1903.98	2474.65
Net Sales/Income from Operations	32184.17	37764.13	34529.13	98505.54	96063.54	128079.35
Segment Results						
Batteries	4812.06	4912.19	3717.43	10200.16	9096.52	9013.00
Electronics	(190.22)	(836.22)	69.01	(266.09)	1279.91	2210.00
Unallocated	(285.06)	(301.09)	(574.21)	(1144.47)	5404.36	4114.00
Total	4336.78	3774.88	3212.23	8789.60	15780.79	15337.00
Less: i) Interest	1825.37	1705.14	1886.73	5306.32	5723.70	7573.87
ii) Unallocable Expenditure net of	1490.72	1202.93	1116.15	3726.90	3373.32	3554.21
iii) Unallocable Income	699.80	(55.30)	249.30	981.61	620.97	1001.53
Total Profit Before Tax after Extraordinary Items	1720.49	811.51	458.65	737.99	7304.74	5210.45
Segment-wise Capital employed (Assets minus Liabilities)						
Batteries	99274.75	94298.89	97324.71	99274.75	97324.71	97472.52
Electronics	9320.31	12906.32	8371.12	9320.31	8371.12	9169.36
Unallocated	(49487.06)	(50171.46)	(44845.14)	(49487.06)	(44845.14)	(48126.21)
Total	59108.00	57033.75	60850.69	59108.00	60850.69	58515.67

Segment revenue, results and assets and liabilities have the same meaning as defined in the Accounting Standard AS 17 notified by the Companies (Accounting Standard) Rules, 2006.

By order of the Board
For HBL Power Systems Ltd

A. J. Prasad

Dr. A J Prasad
Chairman & Managing Director

Place: Hyderabad
Date: 14th February 2015

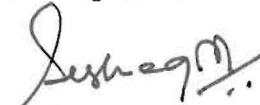
To

The Board of Directors
HBL Power Systems Ltd
Hyderabad

LIMITED REVIEW REPORT

1. We have reviewed the accompanying statement of M/s. HBL Power Systems Ltd (the "Company") for the Nine months ended 31st December, 2014 which are included in the accompanying Statement of Standalone Unaudited Results for the quarter ended 31st December, 2014 (the "statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management but have neither been reviewed nor been audited by us. This statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with a Stock Exchange in India. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. 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.
3. A review is limited primarily to inquiries of company personnel and analytical procedures 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.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and 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 **M/s.Satyanarayana & Co.**
Chartered Accountants
Firm Registration No.03680S



Ch. Seshagiri Rao
Partner
Membership No: 18523



Place : Hyderabad
Date : 14th February 2014

for **M/s.Rao & Kumar.**
Chartered Accountants
Firm Registration No.03089S



S.S.Bharadwaj
Partner
Membership No: 26113



Place : Hyderabad
Date : 14th February 2014