



FAX NO. 66418125 / 66418126 / 26598237/ 26598238

HC/SEC

January 20, 2012

National Stock Exchange of India Ltd,
Exchange Plaza,
Bandra-Kurla Complex,
Bandra(East),
Mumbai-400 051

Dear Sir,

Sub: **Unaudited Financial Results of the Company for the third quarter ended December 31, 2011**

As required under Clause 41 of the Listing Agreement with you, we are faxing herewith a copy of the Unaudited Financial Results for the third quarter ended December 31, 2011 and the same have been approved by the Board of Directors at its Meeting held on January 20, 2012.

Thanking you,

Yours faithfully,
For **Hindustan Construction Co. Ltd.**,


Vithal P. Kulkarni
Company Secretary

Cc: Bombay Stock Exchange Limited,
The Corporate Relationship Dept,
1st floor, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400 001

Hindustan Construction Co Ltd

Hincon House, 11th Floor, 247Park,
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www.hccindia.com



UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2011

(₹ Lacs)

Sr. No.	Particulars	Quarter ended 31st December (Unaudited)	Quarter ended 30th September (Unaudited)	Quarter ended 31st December (Unaudited)	Nine months ended 31st December (Unaudited)		Year ended 31st March (Audited)
		2011	2011	2010	2011	2010	2011
		(1)	(2)	(3)	(4)	(5)	(6)
1	(a) Net sales / Income from operations	94,923.50	83,769.40	102,750.93	284,650.67	293,423.18	414,397.14
	(b) Other Operating Income	-	-	-	-	-	-
	Total Income from Operations (a+b)	94,923.50	83,769.40	102,750.93	284,650.67	293,423.18	414,397.14
	Less: Company's share of Turnover in Integrated Joint Ventures	167.14	745.35	2,503.76	1,099.71	5,056.74	5,080.92
	Income from operations excluding Integrated Joint Ventures	94,756.36	83,024.05	100,247.17	283,550.96	288,366.44	409,316.22
2	Company's Share of Profit / (Loss) in Integrated JV's (Net)	(151.61)	(165.99)	612.11	(295.12)	485.18	(250.24)
3	Total (1+2)	94,604.75	82,858.06	100,859.28	283,255.84	288,851.62	409,065.98
4	Expenditure						
	(a) Consumption of materials	27,753.32	25,083.83	31,369.82	81,743.21	86,640.20	119,725.35
	(b) Employees Cost	10,922.43	11,552.06	12,048.19	33,732.87	34,879.80	46,763.89
	(c) Construction Expenses	42,600.49	33,495.06	39,498.48	123,152.96	117,231.19	169,932.62
	(d) Depreciation	4,124.30	4,139.87	3,818.15	12,186.97	10,871.60	15,268.61
	(e) Other expenditure	2,281.42	3,356.65	4,740.66	10,418.70	12,994.50	18,916.68
	(f) Total item 4 (a to e)	87,681.96	77,627.47	91,475.10	261,234.71	262,617.29	370,607.15
5	Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (3-4)	6,922.79	5,230.59	9,384.18	22,021.13	26,234.33	38,458.83
6	Other Income (refer note no. 4)	1,695.01	119.61	47.00	1,836.80	661.03	838.76
7	Exchange Gain / (Loss)	(679.79)	(420.09)	(610.26)	(1,049.51)	(305.06)	860.00
8	Profit / (Loss) before Interest & Exceptional Items (5+6+7)	7,938.01	4,930.11	8,820.92	22,808.42	26,590.30	40,157.59
9	Interest (net)	10,431.92	10,744.90	7,481.52	30,501.95	19,962.68	28,990.38
10	Profit / (Loss) after Interest but before Exceptional Items (8-9)	(2,493.91)	(5,814.79)	1,339.40	(7,693.53)	6,627.62	11,167.21
11	Exceptional Items (Refer Note 7)	(16,632.88)	-	-	(16,632.88)	-	-
12	Profit / (Loss) from ordinary activities before tax (10+11)	(19,126.79)	(5,814.79)	1,339.40	(24,326.41)	6,627.62	11,167.21
13	Tax Expenses	(6,085.80)	(1,761.10)	545.05	(7,518.90)	1,788.20	4,067.09
14	Net Profit / (Loss) from ordinary activities after tax (12-13)	(13,040.99)	(4,053.69)	794.35	(16,807.51)	4,839.42	7,100.12
15	Extraordinary Items (net of Tax expenses)	-	-	-	-	-	-
16	Net Profit / (Loss) for the period (14-15)	(13,040.99)	(4,053.69)	794.35	(16,807.51)	4,839.42	7,100.12
17	Paid up equity share capital (Face value of Re. 1/- each)	6,066.10	6,066.10	6,065.99	6,066.10	6,065.99	6,065.99
18	Reserves excluding revaluation reserves	-	-	-	-	-	146,152.00
19	Basic EPS ₹						
	-before and after Extraordinary items	(2.15)	(0.67)	0.13	(2.77)	0.80	1.17
20	Diluted EPS ₹						
	-before and after Extraordinary items	(2.13)	(0.66)	0.12	(2.74)	0.75	1.16
21	Public shareholding						
	i) Number of Shares	364811026	364811026	364733526	364811026	364733526	364733526
	ii) Percentage of shareholding	60.14%	60.14%	60.13%	60.14%	60.13%	60.13%
22	Promoters and promoter group Shareholding						
	a) Pledged/Encumbered						
	-- Number of shares	NIL	NIL	NIL	NIL	NIL	NIL
	-- Percentage of shares	NIL	NIL	NIL	NIL	NIL	NIL
	(as a % of the total shareholding of promoter)						
	-- Percentage of shares	NIL	NIL	NIL	NIL	NIL	NIL
	(as a % of the total share capital of the company)						
	b) Non-encumbered						
	-- Number of shares	241799394	241799394	241799394	241799394	241799394	241799394
	-- Percentage of shares	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	(as a % of the total shareholding of promoter)						
	-- Percentage of shares	39.86%	39.88%	39.87%	39.86%	39.87%	39.87%
	(as a % of the total share capital of the company)						

Hindustan Construction Co Ltd

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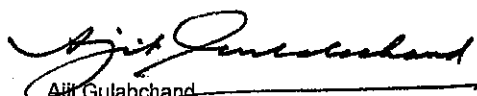
Notes :

- 1 The Company is engaged in Engineering & Construction activities which are substantially seasonal in character. Therefore, the financial results for nine months ended 31st December, 2011 are not necessarily indicative of annual results.
- 2 The Company has a single Segment namely "Engineering and Construction". Therefore, the Company's business does not fall under different business segments as defined by AS-17- "Segmental Reporting" issued by ICAI.
- 3 The total balance value of work on hand as on 31st December, 2011 is ₹ 16,240crore (₹ 16,187crore as on 31st March, 2011). Company's share of an order amounting to ₹1940crore secured by a Joint Venture has been excluded from the current and the previous year figures.
- 4 Other Income for the quarter ending 31st Decemeber 2011 includes ₹ 14.26crore being profit on sale of residential flats.
- 5 Ministry of Environment & Forests (MoEF), Government of India vide its order dated 9th November, 2011 accorded environment clearance (EC) to 1st Phase of Lavasa Project of stepdown subsidiary company Lavasa Corporation Ltd. (LCL). Accordingly Construction has been resumed at Project site. LCL is in process of getting project site fully mobilised. LCL has issued Deep Discount Convertible Debentures(DDCD). As per the terms of issue, the investors and the Company have a put/call option respectively to sell/purchase the DDCD. One of the investors holding DDCD of ₹50crore has decided to exercise the put option as per the terms.
- 6 Company had recognised revenue on receiving Arbitration Award amounting to ₹68.98crore in the earlier years which along with interest accrued as awarded is standing at ₹145.02crore as on 31st December, 2011. During the quarter, the Hon'able High Court of Calcutta, while upholding the substantial part of the Award, disallowed some portion including interest amounting to ₹34.63 crore. Based on Legal Opinion received, the Company has decided to contest the High Court Order in the Supreme Court. Hence no provision is considered necessary.
- 7 Exceptional items consist of:
 - i) ₹ 64.87 crore being additional cost on account of substantial delays in approval of claims, increase in estimated costs and delays in execution, upon review of the profitability of the projects by Management, absorbed in respect of works executed.
 - ii) ₹ 52 crore being provision made for expected future losses in respect of two new projects.
 - iii) ₹ 16 crore in respect of provision arising from revision of cost to completion for expected future loss on sale of asset and the impact of adverse exchange rates of an overseas project.
 - iv) ₹ 27crore being provision made against Performance Bank Gurrantee wrongfully encashed by a Client in the earlier year which is disputed by the Company. As the arbitration proceedings is prolonged, as a prudent measure the Compnay has made provision for the same.
 - v) ₹ 6.69 crore being provision made against dues from a subcontractor.
- 8 In terms of amended Clause 41 of the Listing Agreement, the investor complaints received, disposed off during the quarter ended 31st December, 2011 are as under :

	(Nos)
Complaints pending at the beginning of the quarter	Nil
Complaints received during the quarter	1
Complaints disposed during the quarter	1
Complaints lying unresolved at the end of the quarter	Nil

- 9 Previous period figures have been regrouped/recast wherever necessary.
- 10 The above results have been reviewed by the Statutory Auditors as per clause 41 of the listing agreement.
- 11 The above results were reviewed by Audit Committee on 19th January, 2012.

for Hindustan Construction Co. Ltd.


Ajit Gulabchand
Chairman & Managing Director

Mumbai, Dated : 20th January, 2012.

Press Release**HCC Q3 FY 11-12 Turnover at Rs 949.2 Crore
Operating Profit at Rs 112 Crore**

Mumbai, January 20, 2012: Hindustan Construction Company Limited (HCC) [BSE: 500185; NSE: HCC] today announced its unaudited financial results for the quarter ended December 31, 2011.

Key Pointers:**HCC Ltd: For three months ended December 31, 2011 (Y-o-Y)**

- Turnover of Rs 949.2 Crore compared to Rs 1,027.5 Crore
- Net loss of Rs 130.4 Crore
- Operating profit (EBITDA) at Rs 112 Crore v/s Rs 126 Crore
- Operating margin (EBITDA margin) at 11.8 %
- Order backlog is at Rs 16,240 Crore and L1 on one contract worth Rs 1,574 Crore

HCC subsidiaries

- HCC Concessions receives NHAI clearance for commissioning of Dhule-Palesner toll road and operations are expected to commence in February, four months ahead of schedule
- Steiner AG revenue at CHF 512.8 million (Rs 2,790.7 Crore) with a net profit of CHF 2.37 million (Rs 12.9 Crore) for the nine months period completed on December 31, 2011
- Steiner AG order backlog is at CHF 1.47 billion (Rs 8,014 Crore) and contracts worth CHF 330 million (Rs 1,799 Crore) are pending signing of agreement
- Lavasa receives clearance from MoEF for the first phase and construction resumes

HCC has made provision of Rs 166.3 Crore as exceptional items due to i) Expected future losses in two recently awarded projects, ii) Cost revision in few projects iii) expected loss on sale of assets iv) Losses due to exchange fluctuations v) Provision for encashment of guarantee (wrongful encashment).

Mr Ajit Gulabchand, Chairman and Managing Director said, "The financial performance reflects the difficult economic and business environment. The revenue growth was lower due to slow order booking during the last four quarters, execution bottlenecks, rising interest cost and payment delays by clients. In this challenging environment, we are focused on the judicious use of capital and improving collections / claims and reduction in cost. Initiatives targeted in these areas have already resulted in improvement. Our growth strategy continues to focus on winning large infrastructure projects in both the public and private sector."

Performance of HCC's subsidiaries:**HCC Concessions Ltd**

The company has received NHAI's clearance for commencement of toll operations on the Dhule Palesner Highway located at the Maharashtra-MP border. Operations are expected to commence in

February, four months ahead of schedule. The company has incorporated a subsidiary company, HCC Power Ltd which will evaluate development opportunities in the hydro and renewable energy space.

Steiner AG

In the nine month period ended December 2012, Steiner AG's revenue was CHF 512.8 million (Rs 2,790.7 Crore) with a net profit of CHF 2.37 million (Rs 12.9 Crore). The company has a strong liquidity position with an order backlog of CHF 1.47 billion (Rs 8,014 Crore). In addition to this, the company has secured orders for over CHF 330 million (Rs 1,799 Crore), where the contracts are yet to be signed.

Lavasa Corporation Ltd

Ministry of Environment & Forests (MoEF), Government of India, vide its order dated 9th November, 2011 accorded environment clearance (EC) to the 1st Phase of Lavasa. Construction has resumed at the Project site and the company is in the process of getting the project site fully mobilised.

About HCC:

HCC is a business group of global scale developing and building responsible infrastructure through next practices. With a group turnover of Rs 7,153 Crore, its businesses span the sectors of Engineering & Construction, Real Estate, Infrastructure and Concessions, Urban development & Management. HCC has executed a majority of India's landmark infrastructure projects, having constructed over 25% of India's hydro-power and over 50% of India's nuclear power generation capacities, 2,300 km of roads and expressways, and over 170 km of complex tunneling in addition to hundreds of bridges, dams and barrages. Recent projects include the Bandra Worli Sea Link and India's largest nuclear power plant at Kudankulam. At present HCC's concession assets under management exceed 5,500 Crore. The group is developing Lavasa city, India's largest urban development across 23,000 acres, approximately 1/4th the size of Mumbai. HCC is headquartered in Mumbai and is listed on the BSE and NSE. The HCC group of companies includes HCC Ltd, HCC Infrastructure Co Ltd, HCC Real Estate Ltd, Lavasa Corporation Ltd and Steiner AG. For more information, please visit www.hccindia.com.

For further information:



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