

GLOBAL VECTRA HELICORP LIMITED

Corporate Office : Hanger No. C-He/Hf, Airport Authority of India, Civil Aerodrome, Juhu, Mumbai - 400 054
 Regd. Office : A - 54, Kailash Colony, New Delhi - 110 048

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2010

Rs. In Lakhs

Sr. No.	Particulars	Quarter Ended		Year
		30 June 2010	30 June 2009	Ended on 31 March 2010 (Audited)
1	Income from operations	5,773.56	7,475.09	24,473.49
2	Other operating income	30.61	9.78	108.42
	Total income	5,804.17	7,484.87	24,581.91
3	Total expenditure			
	(a) Staff Cost	1,227.59	1,483.84	5,463.01
	(b) Helicopter Spares Consumption and Maintenance	1,030.04	978.78	3,784.09
	(c) Direct Operating Expenses	1,716.20	1,631.28	5,526.35
	(d) Depreciation	782.43	948.01	3,666.64
	(e) Other Expenses	507.22	415.02	2,627.71
	(f) Bad debts written off	-	-	1,574.59
	(g) Exchange loss (net)	219.44	-	-
	Total Expenditure	5,482.92	5,456.93	22,642.39
4	Profit from operations before other income, exchange gain (net) and interest	321.25	2,027.94	1,939.52
5	Other Income	14.12	14.13	246.42
6	Exchange gain (net)	-	364.09	1,163.94
7	Profit before interest	335.37	2,406.16	3,349.88
8	Interest	1,065.90	1,014.28	3,847.04
9	(Loss) / Profit after interest before prior period adjustments and exceptional items	(730.53)	1,391.88	(497.16)
10	Prior period adjustments	124.33	-	-
11	Exceptional items			
	Liability write back	-	-	1,169.44
12	(Loss) / Profit after exceptional items	(854.86)	1,391.88	672.27
13	Provision for tax			
	Current tax (MAT)	-	209.73	0.23
	Deferred tax (credit)	63.57	174.72	(77.25)
	Fringe Benefits Tax	-	11.34	-
14	(Loss) / Profit from ordinary activities after tax for the period	(918.43)	996.09	749.30
15	Paid-up Equity Share Capital Face Value Rs. 10/-	1,400.00	1,400.00	1,400.00
16	Reserves excluding revaluation reserve	-	-	(460.18)
	Reserves including revaluation reserve	-	-	7,148.21
16	Basic and diluted earning per share (in Rs.)	(6.56)	7.11	5.35
17	Public Shareholdings			
	Number of Shares	3,500,000	3,500,000	3,500,000
	Percentage of shares	25%	25%	25%
18	Promoters and promoter group shareholding			
a)	Pledged /Encumbered			
	- Number of shares	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-
b)	Non-encumbered			
	- Number of shares	10,500,000	10,500,000	10,500,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	75%	75%	75%

Notes:

- 1 The above results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board at its meeting held on 11 August 2010.
- 2 The remuneration paid/payable to one whole time director and the Chief Executive Officer has exceeded the limits prescribed under the Companies Act, 1956, by Rs 2.62 lakhs (30 June 2009: Rs 13.67 lakhs to two whole time directors and the Chief Executive Officer). The Company is yet to receive Central Government approval in respect of the same. Further, management has applied to the Central Government for approval of the renewed maintenance contracts with a related party under section 297 of the Companies Act, 1956. The cost of services received from the said related party aggregating Rs 25.66 lakhs has been accrued in the results for the quarter ended 30 June 2010. The limited review report has been modified in these respects.
- 3 During the year ended 31 March 2009, the Office of the Commissioner of Customs (Preventive) had seized four helicopters for alleged non compliance of the duty waivers given to non-scheduled operators (passenger). The Company has received a Show Cause Cum Demand Notice (SCN) citing an amount of Rs 2,379.24 lakhs towards custom duty under Section 28 of the Customs Act, 1962 and applicable interest and penalty thereon. Pursuant to the receipt of the said SCN, the Commissioner of Customs (Preventive) has confirmed a demand of Rs 2,621.95 lakhs towards differential duty of customs and penalty there on for 2 helicopters. The Management believes that the Company is in compliance with the relevant customs and other regulatory guidelines in this respect and the matter is being contested by the Company with the appellate tribunal. An amount aggregating Rs. 538.26 lakhs has been paid as duty under protest during the quarter ended 31 December 2009. The limited review report has been modified in this respect.
- 4 As per the option available under paragraph 46 of Accounting Standard (AS) 11 'The effect of changes in exchange rates' inserted pursuant to notification GSR 225 (E) issued by the Ministry of Corporate Affairs dated 31 March 2009 in so far as they relate to recognition of losses or gains arising on restatement of long term monetary items, the Company has availed the option of adjusting the exchange differences on restatement of long term monetary assets or liabilities to the historical cost of the depreciable asset where specifically identifiable and depreciating the same over the remaining useful life of the asset.

The Company has adjusted the exchange differences arising of such long term foreign currency liabilities to the historical cost of the depreciable assets for all accounting periods commencing on or after 7 December 2006. As a consequence, an amount of exchange loss (previous period gain) on restatement of long term monetary liabilities at 30 June 2010 aggregating to Rs 629.95 lakhs (30 June 2009: Rs 1,780.59 lakhs) (net of tax) has been capitalised (previous period de-capitalized) by adjusting the historical cost of the specifically identifiable asset. The exchange fluctuation during the quarter is presumed to occur evenly throughout the reporting period.

During the quarter ended 30 June 2010, applicability of paragraph 4(e) of Accounting Standard 16 'Borrowing Cost' has resulted in reclassification of exchange differences on restatement of foreign currency monetary liabilities aggregating to INR 243.56 lakhs as Finance Cost. Consequently the finance cost is higher and loss on exchange fluctuation is lower by the same amount.
- 5 During the year ended 31 March 2009, the Company had, in order to reflect the current reinstatement cost/market value of its assets, revalued the leased helicopters and owned helicopters. The revaluation for the helicopters has been carried out by international helicopters/aircraft valuers considering the total time of air frame (TTAF) (Cumulative time in Service). Accordingly, the resultant accretion to the value of the helicopters aggregating Rs.9,245.38 lakhs had been adjusted (added) to the historical cost of the asset and a corresponding amount has been credited to Revaluation Reserve. For the quarter ended 30 June 2010, additional depreciation of the accretion to the historical cost of the asset on account of the revaluation aggregating Rs 155.13 Lakhs (30 June 2009: Rs 167.05 lakhs) respectively has been passed through the profit and loss account with an equivalent withdrawal from the revaluation reserve to the profit and loss account.
- 6 During the period October 2006 - June 2007, a customer had retained Rs 1,952.50 lakhs as liquidated damages pertaining to delay in implementing Aviation Standard 4. Pursuant to completion of the conciliation proceedings under the Indian Arbitration & Conciliation Act, 1996 by the customer and the Company, an amount aggregating Rs 380 Lakhs has been accepted as payable to the Company. Accordingly, an amount aggregating Rs 1,572.50 lakhs has been written off during the nine months period ended 30 September 2009 as bad and no longer receivable.
- 7 The unaudited financial results have been prepared on a going-concern basis based on a letter of support from its major shareholders obtained as at 31 March 2010 stating that it will continue to provide such financial support to the Company as is necessary to maintain the Company as a going concern for the foreseeable future and to meet its debts and liabilities, both present as well as in the future, as and when they fall due for payment in the normal course of business and the business plans reviewed by the management.
- 8 During the period May 2008 to 30 June 2010 certain customers of the company have retained an amount aggregating Rs 915.47 (31 March 2010: Rs 845.03 lakhs) lakhs in respect of taxes levied by the Company. The Company is currently in discussion with these customers and management believes that they have a strong case to collect the outstanding amount. The limited review report has been modified in this respect.
- 9 The Company is mainly engaged in air logistic business in India. There are no separate reportable segments as per Accounting Standard (AS) 17.
- 10 Number of investors complaints outstanding at the beginning of the quarter was "NIL", received during the quarter was "NIL", disposed off during the quarter was "NIL" and lying unresolved at the end of quarter was "NIL".
- 11 The figures have been re-grouped, wherever considered necessary.

For Global Vectra Helicorp Limited

SD.

Lt.Gen.(Retd.)SJS Sighal
Chairman

Place:- Mumbai

Date:- 11 August 2010